

# **Berjaya Sports Toto Berhad**

(Company no: 9109-K)

Date: 13 December 2013

Subject: **UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR  
THE PERIOD ENDED 31 OCTOBER 2013**

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**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Group</b>	
	<b>31-10-2013</b>	<b>30-4-2013</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	156,023	121,864
Other investments	81,530	58,987
Investment properties	99,279	99,023
Investment in associated companies	7,931	7,793
Deferred tax assets	29,166	18,417
Intangible assets	756,376	644,485
	<u>1,130,305</u>	<u>950,569</u>
<b>Current assets</b>		
Inventories	235,294	16,878
Receivables	266,852	142,105
Tax recoverable	78	121
Short term investments	1,572	3,771
Deposits, cash and bank balances	520,809	429,626
	<u>1,024,605</u>	<u>592,501</u>
<b>TOTAL ASSETS</b>	<u>2,154,910</u>	<u>1,543,070</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the parent</b>		
Share capital (par value per share : RM0.10)	135,103	135,103
Capital reserve	21,327	21,327
Exchange reserve	13,043	12,997
Available-For-Sale ("AFS") reserve	20,029	10,424
Retained earnings	497,667	423,221
Equity funds	687,169	603,072
Less : Treasury shares	(65,687)	(32,907)
Net equity funds	621,482	570,165
Non-controlling interests	71,473	43,049
<b>Total equity</b>	<u>692,955</u>	<u>613,214</u>
<b>Non-current liabilities</b>		
Retirement benefit obligations	2,502	2,406
Long term borrowings	418,314	400,000
Deferred tax liabilities	5,417	364
Other long term liabilities	1,391	927
	<u>427,624</u>	<u>403,697</u>
<b>Current liabilities</b>		
Provisions	1,367	421
Short term borrowings	487,987	150,000
Payables	492,680	348,186
Tax payable	52,297	27,552
<b>Total current liabilities</b>	<u>1,034,331</u>	<u>526,159</u>
<b>Total liabilities</b>	<u>1,461,955</u>	<u>929,856</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>2,154,910</u>	<u>1,543,070</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.47	0.42

**Note:**

The net assets per share is calculated based on the following:

Net equity funds divided by the number of outstanding shares in issue with voting rights.

**The annexed notes form an integral part of this quarterly financial report.**

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**CONDENSED CONSOLIDATED INCOME STATEMENT**

	3 months ended			6 months ended		
	31-10-2013	31-10-2012	+/->	31-10-2013	31-10-2012	+/->
	RM'000	RM'000	%	RM'000	RM'000	%
REVENUE	866,885	908,705	(4.6)	1,753,988	1,808,614	(3.0)
PROFIT FROM OPERATIONS	138,896	165,845	(16.2)	291,894	314,756	(7.3)
Investment related income	17,919	4,049	342.6	26,866	25,972	3.4
Investment related expenses	(19,269)	-	100.0	(23,491)	-	100.0
Finance costs	(9,703)	(7,759)	25.1	(17,345)	(15,388)	12.7
Share of results of associated companies	(16)	(684)	(97.7)	(1,728)	(3,014)	(42.7)
PROFIT BEFORE TAX	127,827	161,451	(20.8)	276,196	322,326	(14.3)
INCOME TAX EXPENSE	(40,089)	(46,103)	(13.0)	(87,186)	(92,249)	(5.5)
PROFIT FOR THE PERIOD	87,738	115,348	(23.9)	189,010	230,077	(17.8)
PROFIT ATTRIBUTABLE TO:						
Equity holders of the parent	82,632	112,594	(26.6)	181,422	223,281	(18.7)
Non-controlling interests	5,106	2,754	85.4	7,588	6,796	11.7
	87,738	115,348	(23.9)	189,010	230,077	(17.8)
EARNINGS PER SHARE (SEN)						
-Basic	6.19	8.52		13.55	16.89	
-Diluted	6.19	8.52		13.55	16.89	
DIVIDEND PER SHARE (SEN)						
- First interim	-	-		4.0	6.5	
- Second interim	6.0	-		6.0	-	
- Second interim - share dividend	-	9.5		-	9.5	

The annexed notes form an integral part of this quarterly financial report.

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	3 months ended			6 months ended		
	31-10-2013	31-10-2012	+/-<-> %	31-10-2013	31-10-2012	+/-<-> %
	RM'000	RM'000		RM'000	RM'000	
PROFIT AFTER TAXATION	87,738	115,348	(23.9)	189,010	230,077	(17.8)
OTHER COMPREHENSIVE INCOME						
Gain/(loss) on changes in fair value of available-for-sale investments	4,887	(399)	N/A	28,283	731	3,769.1
Transfer to profit or loss upon disposal/derecognition	(15,129)	160	N/A	(17,437)	(11,425)	52.6
Effects of foreign exchange differences	(9,193)	(5,211)	76.4	(1,941)	8,389	N/A
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>68,303</b>	<b>109,898</b>	<b>(37.8)</b>	<b>197,915</b>	<b>227,772</b>	<b>(13.1)</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>						
Equity holders of the parent	64,024	107,480	(40.4)	191,073	222,301	(14.0)
Non-controlling interests	4,279	2,418	77.0	6,842	5,471	25.1
	<b>68,303</b>	<b>109,898</b>	<b>(37.8)</b>	<b>197,915</b>	<b>227,772</b>	<b>(13.1)</b>

The annexed notes form an integral part of this quarterly financial report.

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	<b>Attributable to Equity Holders of the Parent</b>							
	<b>Share capital</b>	<b>Treasury shares</b>	<b>Reserves</b>		<b>Retained earnings</b>	<b>Total to holders of parent company</b>	<b>Non-controlling interests</b>	<b>Total equity</b>
			<b>AFS reserve</b>	<b>Other reserves</b>				
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>At 1 May 2013</b>	135,103	(32,907)	10,424	34,324	423,221	570,165	43,049	613,214
Total comprehensive income for the period	-	-	9,605	46	181,422	191,073	6,842	197,915
	135,103	(32,907)	20,029	34,370	604,643	761,238	49,891	811,129
<b>Transactions with owners:</b>								
Treasury shares acquired	-	(32,780)	-	-	-	(32,780)	-	(32,780)
Acquisition of subsidiary company	-	-	-	-	-	-	21,582	21,582
Distribution of dividends	-	-	-	-	(106,976)	(106,976)	-	(106,976)
	-	(32,780)	-	-	(106,976)	(139,756)	21,582	(118,174)
<b>At 31 October 2013</b>	135,103	(65,687)	20,029	34,370	497,667	621,482	71,473	692,955
<b>At 1 May 2012</b>	135,103	(120,295)	17,504	29,575	412,303	474,190	31,399	505,589
Total comprehensive income for the period	-	-	(8,910)	7,930	223,281	222,301	5,471	227,772
	135,103	(120,295)	8,594	37,505	635,584	696,491	36,870	733,361
<b>Transactions with owners:</b>								
Treasury shares acquired	-	(9,953)	-	-	-	(9,953)	-	(9,953)
Distribution of dividends	-	-	-	-	(151,996)	(151,996)	-	(151,996)
	-	(9,953)	-	-	(151,996)	(161,949)	-	(161,949)
<b>At 31 October 2012</b>	135,103	(130,248)	8,594	37,505	483,588	534,542	36,870	571,412

The annexed notes form an integral part of this quarterly financial report.

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>6 months ended 31-10-2013 RM'000</b>	<b>6 months ended 31-10-2012 RM'000</b>
<b>OPERATING ACTIVITIES</b>		
Receipts from customers	1,881,430	1,951,235
Payments to prize winners, suppliers, duties, taxes and other operating expenses	(1,669,214)	(1,698,854)
Other receipts	26	67
<b>Net cash generated from operating activities</b>	<b>212,242</b>	<b>252,448</b>
<b>INVESTING ACTIVITIES</b>		
Net proceeds from disposal of property, plant and equipment	797	552
Net proceeds from disposal of short term investments	2,199	759
Net proceeds from disposal of long term investments	17,675	24,138
Acquisition of investment in subsidiary company	(75,180)	-
Acquisition of investment in associated company	(1,901)	(326)
Acquisition of property, plant and equipment	(3,189)	(5,463)
Acquisition of investment properties	(256)	(4,362)
Acquisition of investments	(25,340)	(12,899)
Dividend received	1,057	200
Interest received	5,752	7,143
Deposits placement with investment advisers	(62,768)	-
Other receipts from investing activities	1,548	324
Other payments from investing activities	(28,025)	(41,343)
<b>Net cash used in investing activities</b>	<b>(167,631)</b>	<b>(31,277)</b>
<b>FINANCING ACTIVITIES</b>		
Drawdown of borrowings	366,669	-
Repayment of borrowings	(160,988)	-
Payment of hire purchase liabilities	(281)	(143)
Treasury shares acquired	(33,202)	(11,925)
Dividends paid	(108,384)	(153,657)
Interest paid	(18,680)	(15,224)
<b>Net cash generated from / (used in) financing activities</b>	<b>45,134</b>	<b>(180,949)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>89,745</b>	<b>40,222</b>
<b>CASH &amp; CASH EQUIVALENTS AT 1 MAY</b>	<b>429,626</b>	<b>408,847</b>
Exchange difference	1,438	3,496
<b>CASH &amp; CASH EQUIVALENTS AT 31 OCTOBER</b>	<b>520,809</b>	<b>452,565</b>

	<b>6 months ended 31-10-2013 RM'000</b>	<b>6 months ended 31-10-2012 RM'000</b>
Cash and cash equivalents carried forward comprise the following:		
Cash and bank balances	144,487	55,106
Deposits with financial institutions	376,322	397,459
	<b>520,809</b>	<b>452,565</b>

**The annexed notes form an integral part of this quarterly financial report.**

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013**  
**NOTES TO THE QUARTERLY FINANCIAL REPORT**

A1 The quarterly financial report is not audited and has been prepared in compliance with MFRS 134, Interim Financial Reporting Standards in Malaysia and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 30 April 2013. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Group since the year ended 30 April 2013.

The accounting policies and methods of computations used in the preparation of the financial statements are consistent with those adopted in the audited financial statements for the year ended 30 April 2013.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 May 2013.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impacts to the financial statements of the Group upon their first adoption.

A2 Our business operations are not significantly affected by seasonal or cyclical factors except for our toto betting operations that may be positively impacted by the festive seasons.

A3 There were no other unusual items as a result of their nature, size or incidence that had affected assets, liabilities, equity, net income or cash flows for the period ended 31 October 2013 except as disclosed in Note A8 and B11.

There were no changes in estimates reported in the prior financial year that had a material effect in the current period ended 31 October 2013.

A4 The cumulative shares bought back are being held as treasury shares with none of the shares being cancelled or resold during the second quarter ended 31 October 2013.

The details of the share buy-back are as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
July 2013	4.16	4.26	4.23	5,690,000	24,088
August 2013	4.01	4.10	4.04	2,150,000	8,692
<b>TOTAL</b>				<b>7,840,000</b>	<b>32,780</b>

The number of treasury shares held in hand as at 31 October 2013 are as follows:

	Average price per share (RM)	Number of shares	Amount RM'000
Total treasury shares as at 1 May 2013		7,840,072	32,907
Increase in treasury shares		7,840,000	32,780
Total treasury shares as at 31 October 2013	4.19	15,680,072	65,687

As at 31 October 2013, the number of outstanding shares in issue and fully paid with voting rights was 1,335,350,000 ordinary shares of RM0.10 each (31 October 2012 : 1,320,700,000 ordinary shares of RM0.10 each).

A5 During the financial period ended 31 October 2013, the Company paid the following dividends:

- i) Fourth interim single tier exempt dividend on 1 August 2013, in respect of financial year ended 30 April 2013, of 4 sen per share on 1,339,040,000 ordinary shares with voting rights amounting to RM53,561,600; and
- ii) First interim single tier exempt dividend on 17 October 2013, in respect of financial year ending 30 April 2014, of 4 sen per share on 1,335,350,000 ordinary shares with voting rights amounting to RM53,414,000.

A6 Segmental revenue and results for the financial period ended 31 October 2013 were as follows:

<u>REVENUE</u>	External	Inter- segment	Total
	RM'000	RM'000	RM'000
Toto betting and leasing of lottery equipment	1,719,137	-	1,719,137
Others	34,851	27,994	62,845
Elimination : Intersegment Revenue	-	(27,994)	(27,994)
<b>Total revenue</b>	<b>1,753,988</b>	<b>-</b>	<b>1,753,988</b>

RESULTS

Toto betting and leasing of lottery equipment	304,990
Others	(4,555)
	<u>300,435</u>
Unallocated corporate expenses	(8,541)
Operating profit	291,894
Finance costs	(17,345)
Interest income	5,752
Investment related income	21,114
Investment related expenses	(23,491)
Share of results of associated companies	(1,728)
Profit before tax	276,196
Income tax expense	(87,186)
<b>Profit for the period</b>	<b><u>189,010</u></b>

A7 There were no material subsequent events for the financial period ended 31 October 2013 up to the date of this announcement.

A8 There were no changes in the composition of the Group for the current period ended 31 October 2013 including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations except for the following:

- (a) On 4 June 2013, Berjaya Philippines Inc. ("BPI"), a subsidiary company of the Group completed the disposal of its entire equity interest of 0.68% comprising 1.0 million ordinary shares in RadioShack Corporation, USA for a consideration of about USD3.85 million (equivalent to RM11.73 million), thus realising a gain on disposal of RM4.94 million.



- A8 (b) On 17 June 2013, the Company announced the constitution of Sports Toto Malaysia Trust ("STM Trust") under the Business Trust Act, Chapter 31A of Singapore by a declaration of trust by a wholly-owned subsidiary company, namely Sports Toto Malaysia Management Pte. Ltd., as trustee-manager of STM Trust under a trust deed dated 13 June 2013.
- (c) On 30 July 2013, BPI made a cash offer to acquire the entire issued and to be issued share capital of H.R. Owen Plc ("H.R. Owen") at an offer price of 130 pence per share and subsequent increased the offer price to 170 pence per share. On 23 September 2013, the mandatory cash offer was declared wholly unconditional with BPI being the beneficial owner of over 50% equity interests in H.R. Owen. BPI's shareholdings in H.R. Owen further increased to 71.2% as at the mandatory cash offer closing and completion date on 11 October 2013 for a total cash consideration of approximately £25.7 million (equivalent to approximately RM129.2 million for the cash offer). Hence H.R. Owen is now a subsidiary company of BPI. The subsequent consolidation of H.R. Owen is regarded as a business combination in accordance with MFRS 3 : Business Combinations. The Group is now undertaking a purchase price allocation exercise to identify and measure intangible assets, if any, and the goodwill on acquisition which is now provisionally estimated to be RM91.4 million and included in the statement of financial position.
- (d) During the current period ended 31 October 2013, BPI further acquired Redtone International Berhad's ("Redtone") securities for a total cash consideration of approximately RM25.34 million. As at 31 October 2013, BPI's shareholdings in Redtone after certain disposals were 17.3 million shares of stock of RM0.10 each (representing 3.47% of the total outstanding stock) and 81.3 million units of convertible debts denominated at RM0.10 per unit (representing 38.37% of total convertible debt).
- A9 There were no changes in contingent liabilities or financial guarantee since the last audited reporting date as at 30 April 2013.
- A10 There were no material changes in capital commitments since the last annual reporting date as at 30 April 2013 other than the commitment related to the mandatory cash offer of H.R. Owen as disclosed in Note A8 (c).

**UNAUDITED QUARTERLY (Q2) FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2013  
ADDITIONAL INFORMATION REQUIRED BY THE MAIN MARKET LISTING REQUIREMENTS  
OF BURSA MALAYSIA SECURITIES BERHAD**

B1 The main business segment of the Group is toto betting and leasing of lottery equipment as the Group is primarily engaged in the number forecast operation ("NFO") business. The key factors affecting the performance of the Group include the disposable income of the general public, Jackpot cycles, luck factor and the number of draws in the financial period.

For the quarter

As compared to the previous year corresponding quarter ended 31 October 2012, the Group recorded a decrease in revenue and pre-tax profit of 4.6% and 20.8% respectively. The higher percentage decrease in pre-tax profit was mainly due to the corporate exercise expenses incurred pursuant to the proposed listing of STM Trust (which was aborted) in the current quarter under review. The drop in the Group's pre-tax profit would be 8.9% should the corporate exercise expenses be excluded.

Sports Toto Malaysia Sdn Bhd ("Sports Toto"), the principal subsidiary, recorded a decrease in revenue and pre-tax profit of 3.3% and 9.2% respectively as compared to the previous year corresponding quarter. The drop in revenue was due to strong sales from the high jackpot in the Power Toto 6/55 game as well as more number of draw days in the previous year corresponding quarter. The decrease in pre-tax profit was mainly attributed to lower revenue and higher prize payout in the current quarter under review.

BPI recorded a decrease in revenue of 26.5% mainly due to lower lease rental income earned as a result of lower sales reported by the Philippine Charity Sweepstakes Office. In spite of the drop in revenue, BPI registered an increase in pre-tax profit of 18.0% mainly attributed to the recognition of gain on fair value arising from the business combination of H.R. Owen as disclosed in Note A8 (c).

For the 6-month period

For the 6-month period under review, the Group recorded a decrease in revenue and pre-tax profit of 3.0% and 14.3% respectively. The higher percentage decrease in pre-tax profit was mainly due to the corporate exercise expenses incurred in the current period. The drop in the Group's pre-tax profit would be 7% if the corporate exercise expenses were excluded.

As compared to previous year corresponding period, Sports Toto recorded a drop in revenue of 3.3% but registered an increase in pre-tax profit of 0.1%. The current period has lower number of draws compared to previous year corresponding period. The slight increase in pre-tax profit in spite of the drop in revenue was due to higher operating expenses incurred in the previous year corresponding period.

BPI recorded lower revenue and pre-tax profit of 18.8% and 14.1% respectively mainly due to lower lease rental income earned as a result of lower sales reported by the Philippine Charity Sweepstakes Office. The decrease in pre-tax profit was mitigated by the recognition of fair value gain arising from the business combination of H.R. Owen in the current period under review.

**B2 Quarter 2 Vs Quarter 1 of financial year**

As compared to the preceding quarter ended 31 July 2013, the Group recorded a decrease in revenue and pre-tax profit of 2.3% and 13.8% respectively. The higher percentage drop in pre-tax profit was mainly due to the aforesaid corporate exercise expenses incurred in the current quarter under review. The decrease in pre-tax profit would be 3.6% without the impact of the corporate exercise expenses to the Group's results.

Sports Toto registered an increase in revenue of 0.8% while pre-tax profit was down by 10.2% as compared to the preceding quarter. The decrease in pre-tax profit was mainly due to higher prize payout in the current quarter under review.

BPI recorded a decrease in revenue of 12.2% mainly due to lower lease rental income from lower sales reported by Philippine Charity Sweepstakes Office. In spite of the drop in revenue, BPI registered an increase in pre-tax profit of 39.8% mainly attributed to the aforesaid fair value gain arising from the business combination of H.R. Owen.

**B3 Future Prospects**

The gaming sector in Malaysia is expected to remain resilient and the Directors expect the Group to maintain its market share in the NFO business.

**B4** There was no profit forecast or profit guarantee given by the Group for the financial period ended 31 October 2013.

**B5 Income tax expense**

	Current quarter RM'000	Current period ended 31 October 2013 RM'000
Based on the results for the period:		
- Malaysian income tax	32,169	72,923
- Under provision in prior year	12,900	12,900
- Foreign countries income tax	3,316	10,148
Deferred tax:		
- Origination and reversal of temporary differences	(8,296)	(8,785)
	40,089	87,186

The effective tax rate on the Group's profit for the quarter and financial period ended 31 October 2013 was higher than the statutory tax rate mainly due to certain expenses being disallowed for taxation purposes and profits in certain subsidiary companies are separately assessed for tax and not relieved by losses in other companies within the Group.

**B6** There were no other corporate proposals announced but not completed as at the date of this announcement other than as disclosed in Notes 43(ii) and 44 (ii) in the Company's audited financial statements for the financial year ended 30 April 2013 in relation to the following:

- (i) Note 43 (ii) relates to the proposed transfer of the Company's 100% equity interest in Sports Toto to STM Trust, a business trust constituted in Singapore ("Proposed Transfer") and the proposed listing of up to 4.89 billion STM Trust units on the Mainboard of the Singapore Exchange Securities Trading Limited.

- B6 (i) The Proposed Transfer was completed on 31 October 2013 following the issuance of 4,369,999,998 units in STM Trust at an issue price of SGD0.5001 each to Berjaya Sports Toto (Cayman) Limited and bill of exchange in favour of the Company amounting to RM571.32 million, which was subsequently indorsed in favour of Sports Toto.

On 2 December 2013, the Company announced that the Board decided not to proceed with the proposed listing after considering the challenging market conditions and the poor performances of the listed yield stocks such as real estate investment trusts ("REIT") and other business trusts in Singapore.

- (ii) With reference to Note 44 (ii), the Company announced that its subsidiary company, BPI had on 14 October 2013 announced that the mandatory cash offer had closed on 11 October 2013 and BPI's shareholdings in H.R. Owen on even date was 71.2%, as disclosed on Note A8 (c). H.R. Owen is a company listed on the London Stock Exchange and operates as a franchised motor dealer in the United Kingdom.

- B7 The Group's borrowings as at 31 October 2013 were as follows:

<u>Long term borrowings</u>	Foreign currency amount	At end of current period RM'000
Secured		
Denominated in	'000	
- Ringgit Malaysia		400,000
- Philippine Peso	250,000 *	18,314
		<u>418,314</u>
<u>Short term borrowings</u>		
Secured		
Denominated in		
- Ringgit Malaysia		293,414
- Philippine Peso	600,000 *	43,953
- Great Britain Pound	29,747 *	150,620
		<u>487,987</u>
Total borrowings		<u><u>906,301</u></u>

\* Converted at the respective exchange rate prevailing as at 31 October 2013

- B8 There is no pending material litigation since the last annual reporting date up to the date of this announcement.

B9 The Board has declared a second interim single tier exempt dividend of 6.0 sen per share (previous year corresponding quarter ended 31 October 2012 : second interim dividend via share dividend distribution equivalent to 9.5 sen per share based on treasury shares book cost) in respect of the financial year ending 30 April 2014 and payable on 28 January 2014. The entitlement date has been fixed on 13 January 2014.

The first interim single tier exempt dividend of 4.0 sen per share was paid on 17 October 2013. This will bring the total dividend distribution per share in respect of financial year ending 30 April 2014 to 10 sen per share (previous year corresponding financial period ended 31 October 2012 : 16 sen per share which comprised 6.5 sen single tier exempt dividend and share dividend of equivalent to 9.5 sen per share).

Based on the number of RM0.10 fully paid ordinary shares in issue and with voting rights as at 13 December 2013 of 1.333 billion, the second interim dividend distribution for the financial year ending 30 April 2014 is RM79.98 million. The total dividend distribution for the financial period ended 31 October 2013 is approximately RM133.4 million, **representing about 73.5% of the attributable profit of the Group for the 6 months period ended 31 October 2013.**

B10 The earnings per share is calculated by dividing profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue and fully paid with voting rights as follows:

	<u>Group (3-month period)</u>	
	31-10-13	31-10-12
Profit attributable to equity holders of the Company (RM'000)	82,632	112,594
Weighted average number of ordinary shares in issue and fully paid with voting rights ('000)	1,335,973	1,320,777
Basic earnings per share (sen)	6.19	8.52
	<u>Group (6-month period)</u>	
	31-10-13	31-10-12
Profit attributable to equity holders of the Company (RM'000)	181,422	223,281
Weighted average number of ordinary shares in issue and fully paid with voting rights ('000)	1,338,808	1,321,882
Basic earnings per share (sen)	13.55	16.89

Diluted earnings per share is the same as basic earnings per share as there were no potential dilutive ordinary shares during the financial period.

B11 Profit before tax is stated after charging / (crediting):

	Current quarter RM'000	Financial period ended 31 October 2013 RM'000
Interest income	(2,793)	(5,752)
Dividend income included in investment related income	(6)	(1,057)
Other income excluding dividend and interest income	(14,187)	(14,710)
Depreciation of property, plant and equipment	5,886	12,453
Impairment in value of available-for-sale quoted and unquoted investments	-	-
Foreign exchange (gain) / loss	(755)	(955)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Gain on disposal of quoted or unquoted investment or properties	(1,882)	(6,819)
Gain or loss on derivatives	-	-
	<u>                    </u>	<u>                    </u>

B12 Realised and unrealised earnings of the Group is analysed as follows:

	As at 31-10-13 RM'000	As at 30-4-13 RM'000
Total retained earnings of the Company and its subsidiaries:		
- realised	704,055	618,344
- unrealised	53,996	47,870
	<u>758,051</u>	<u>666,214</u>
Share of results from associated companies	(7,063)	(5,335)
Less: Consolidation adjustments	(253,321)	(237,658)
Total group retained earnings as per consolidated accounts	<u>497,667</u>	<u>423,221</u>

cc: Securities Commission