

LANDMARKS

LANDMARKS BERHAD

(185202-H)

(Incorporated in Malaysia)

Unaudited Interim Financial Report

For The Fourth Quarter Ended

31 December 2013

LANDMARKS

LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 31 DECEMBER 2013

	Note	31-Dec-2013 RM' 000 (Unaudited)	31-Dec-2012 RM' 000 (Audited)
ASSETS			
Property, plant and equipment	A11	514,373	385,872
Intangible asset	A12	575	614
Property development costs		1,527,540	1,696,476
Investments in associates		55,605	45,997
Other investments		1,040	1,040
Deferred tax assets		597	424
Total Non-Current Assets		2,099,730	2,130,423
Inventories		424	407
Property development costs		113,566	17,883
Receivables, deposits and prepayments		8,345	8,261
Current tax assets		297	242
Cash and cash equivalents		139,166	171,828
Total Current Assets		261,798	198,621
TOTAL ASSETS		2,361,528	2,329,044
EQUITY			
Share capital		480,810	480,810
Reserves		218,963	218,408
Retained earnings		1,074,581	1,079,352
Total equity attributable to owners of the Company		1,774,354	1,778,570
Non-controlling interest		1	1
Total Equity		1,774,355	1,778,571
LIABILITIES			
Loans and borrowings	B8	88,403	137
Deferred tax liabilities		469,055	468,958
Total Non-Current Liabilities		557,458	469,095
Payables and accruals		22,672	13,005
Loans and borrowings	B8	5,066	66,555
Current tax liabilities		1,977	1,818
Total Current Liabilities		29,715	81,378
Total Liabilities		587,173	550,473
TOTAL EQUITY & LIABILITIES		2,361,528	2,329,044
Net Assets Per Share (RM)		3.69	3.70

The unaudited condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE TWELVE-MONTH PERIOD ENDED 31 DECEMBER 2013

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		3 months ended		12 months ended	
		31 December		31 December	
		2013	2012	2013	2012
		RM'000	RM'000	RM'000	RM'000
Revenue		<u>10,732</u>	<u>16,276</u>	<u>39,704</u>	<u>49,624</u>
Loss from operations		(4,394)	(2,610)	(13,505)	(3,742)
Finance costs		(1,117)	(756)	(3,748)	(3,007)
Finance income		431	367	1,550	1,675
Operating loss		(5,080)	(2,999)	(15,703)	(5,074)
Share of net profit of associates	B1	7,538	3,529	10,207	3,904
Profit / (loss) before taxation		2,458	530	(5,496)	(1,170)
Income tax expense	B5	210	(249)	725	(1,076)
Profit / (loss) for the period		2,668	281	(4,771)	(2,246)
Other comprehensive (expense) / income, net of tax					
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		(722)	(1,047)	558	(1,583)
Other comprehensive (expense) / income for the period, net of tax		(722)	(1,047)	558	(1,583)
Total comprehensive income / (expense) for the period		1,946	(766)	(4,213)	(3,829)
Profit / (loss) attributable to:					
Owners of the Company		2,668	281	(4,771)	(2,246)
Non-controlling interest		-	-	-	-
Profit / (loss) for the period		2,668	281	(4,771)	(2,246)
Total comprehensive income / (expense) attributable to:					
Owners of the Company		1,946	(766)	(4,213)	(3,829)
Non-controlling interest		-	-	-	-
Total comprehensive income / (expense) for the period		1,946	(766)	(4,213)	(3,829)

Earnings per share attributable to owners of the Company (sen)

Profit / (loss) for the period				
-Basic		0.55	0.06	(0.99)
-Diluted		0.55	0.06	(0.99)

The unaudited condensed consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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LANDMARKS BERHAD (185202-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE TWELVE-MONTH PERIOD ENDED 31 DECEMBER 2013**

<-----Attributable to owners of the Company----->

<----- Non-distributable -----> *Distributable*

	Share Capital RM'000	Translation Reserve RM'000	Fair Value Reserve RM'000	Share Premium RM'000	Share Option Reserve RM'000	Retained Earnings RM'000	Total RM'000	Non- controlling interest RM'000	Total Equity RM'000
At 1 January 2012	480,810	(374)	415	218,272	1,378	1,081,598	1,782,099	1	1,782,100
Foreign currency translation differences for foreign operations	-	(1,583)	-	-	-	-	(1,583)	-	(1,583)
Total other comprehensive expense for the period	-	(1,583)	-	-	-	-	(1,583)	-	(1,583)
Loss for the period	-	-	-	-	-	(2,246)	(2,246)	-	(2,246)
Total comprehensive expense for the period	-	(1,583)	-	-	-	(2,246)	(3,829)	-	(3,829)
Share-based payment transactions	-	-	-	-	300	-	300	-	300
Total contribution from owners	-	-	-	-	300	-	300	-	300
At 31 December 2012	480,810	(1,957)	415	218,272	1,678	1,079,352	1,778,570	1	1,778,571
At 1 January 2013	480,810	(1,957)	415	218,272	1,678	1,079,352	1,778,570	1	1,778,571
Foreign currency translation differences for foreign operations	-	558	-	-	-	-	558	-	558
Total other comprehensive income for the period	-	558	-	-	-	-	558	-	558
Loss for the period	-	-	-	-	-	(4,771)	(4,771)	-	(4,771)
Total comprehensive income/(expense) for the period	-	558	-	-	-	(4,771)	(4,213)	-	(4,213)
Share options forfeited	-	-	-	-	(3)	-	(3)	-	(3)
Total contribution from owners	-	-	-	-	(3)	-	(3)	-	(3)
At 31 December 2013	480,810	(1,399)	415	218,272	1,675	1,074,581	1,774,354	1	1,774,355

The unaudited condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

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LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENTS FOR THE TWELVE-MONTH PERIOD ENDED 31 DECEMBER 2013

	31-Dec-2013 RM'000	31-Dec-2012 RM'000
Cash flows from operating activities		
Loss before taxation	(5,496)	(1,170)
Adjustments for non-cash flows:		
Amortisation of intangible asset	178	169
Depreciation of property, plant and equipment	7,232	6,865
Finance costs	3,748	3,007
Finance income	(1,550)	(1,675)
(Gain) / loss on disposal of property, plant and equipment	(25)	10
Property, plant and equipment written off	-	300
Share of profit of an equity accounted associate, net of tax	(10,207)	(3,904)
Equity settled share-based payment transactions	-	300
Operating (loss) / profit before changes in working capital	(6,120)	3,902
Changes in working capital		
Inventories	(17)	3,246
Trade and other receivables and prepayments	(144)	(1,391)
Trade payables and others payables	10,771	1,914
Property development costs	(44,470)	(7,098)
Cash (used in) / generated from operations	(39,980)	573
Income tax paid	(308)	(245)
Income tax refunded	1,062	260
Net cash (used in) / generated from operating activities	(39,226)	588
Cash flows from investing activities		
Acquisition of property, plant and equipment	(18,533)	(11,041)
Acquisition of intangible asset	(139)	(126)
Increased in pledged deposits placed with licensed banks	(1,139)	(34)
Interest received	1,550	1,675
Net cash used in investing activities	(18,261)	(9,526)
Cash flows from financing activities		
Proceeds from bank borrowings	94,000	-
Interest paid	(3,748)	(3,007)
Repayment of loans and borrowings	(66,566)	(12,381)
Net cash generated from / (used in) financing activities	23,686	(15,388)
Net decrease in cash and cash equivalents	(33,801)	(24,326)
Cash and cash equivalents at 1 January	169,622	193,948
Cash and cash equivalents at 31 December	135,821	169,622
	31-Dec-2013 RM'000	31-Dec-2012 RM'000
Cash and bank balances	18,244	14,134
Deposits with licensed banks	96,637	145,208
Investment in cash funds	24,285	12,486
	139,166	171,828
Less : Deposits pledged	(3,345)	(2,206)
	135,821	169,622

The unaudited condensed consolidated cash flows statements should be read in conjunction with the audited financial statements for the year ended 31 December 2012 and the accompanying explanatory notes attached to the interim financial statements.

LANDMARKS BERHAD (“LANDMARKS” OR “THE COMPANY”)

NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 DECEMBER 2013

PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING

A1. Basis of preparation

The interim financial report is unaudited and has been prepared in compliance with Malaysian Financial Reporting Standards (“MFRS”) 134, *Interim Financial Reporting* issued by Malaysian Accounting Standards Board and Paragraph 9.22 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements. This Condensed Report also complies with IAS 34: *Interim Financial Reporting* issued by the International Accounting Standards Board (“IASB”).

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

A2. Changes in Accounting Policies/Estimates

The audited financial statements of the Group for the year ended 31 December 2012 were prepared in accordance with MFRS. All significant accounting policies adopted in preparing this interim financial report are consistent with those of the audited financial statements for the year ended 31 December 2012 except those new or revised MFRS and amendments to MFRS that are relevant and effective for annual periods beginning on or after 1 July 2012 or 1 January 2013 as disclosed below:-

- 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 (2011)*
- MFRS 127, *Separate Financial Statements (2011)*
- MFRS 128, *Investments in Associates and Joint Ventures (2011)*
- Amendments to MFRS 101, *Presentation of Financial Statements – Presentation of Items of Other Comprehensive Income.*
- Amendments to MFRS 7, *Financial Instruments : Disclosures - Offsetting Financial Assets and Financial Liabilities*
- Amendments to MFRS 101, *Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)*

A2. Changes in Accounting Policies/Estimates (continued)

- Amendments to MFRS 132, *Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)*
- 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*

The following MFRS and IC Interpretations have been issued by the MASB and are not yet effective and have not been applied by the Group:

Effective for annual periods commencing on or after 1 January 2014

- Amendments to MFRS 10, *Consolidated Financial Statements: Investment Entities*
- Amendments to MFRS 12, *Disclosure of Interests in Other Entities: Investment Entities*
- Amendments to MFRS 127, *Separate Financial Statements (2011): Investment Entities*
- Amendments to MFRS 132, *Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities*
- Amendments to MFRS 136, *Impairment of Assets – Recoverable Amount Disclosures for Non-Financial Assets*
- Amendments to MFRS 139, *Financial Instruments: Recognition and Measurement – Novation of Derivatives and Continuation of Hedge Accounting*
- IC Interpretation 21, *Levies*

Effective for annual periods commencing on or after 1 July 2014

- Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2011-2013 Cycle)*
- Amendments to MFRS 2, *Share-based Payment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 3, *Business Combinations (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*
- Amendments to MFRS 8, *Operating Segments (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 13, *Fair Value Measurement (Annual Improvements 2010-2012 Cycle and 2011-2013 Cycle)*

A2. Changes in Accounting Policies/Estimates (continued)

Effective for annual periods commencing on or after 1 July 2014 (continued)

- Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 119, *Employee Benefits – Defined Benefit Plans: Employee Contributions*
- Amendments to MFRS 138, *Intangible Assets (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 124, *Related Party Disclosures (Annual Improvements 2010-2012 Cycle)*
- Amendments to MFRS 140, *Investment Properties (Annual Improvements 2011-2013 Cycle)*

Effective for annual periods commencing on or after 1 January 2015

- MFRS 9, *Financial Instruments (2009)*
- MFRS 9, *Financial Instruments (2010)*
- MFRS 9, *Financial Instruments (2013)*
- Amendments to MFRS 7, *Financial Instruments: Disclosures - Mandatory Effective Date of MFRS 9 and Transition Disclosures*

The initial application of the Standards, amendments and interpretations are not expected to have any material financial impact to the financial statements of the current and prior periods upon their first adoption.

A3. *Changes in estimates*

There were no changes in estimates during the quarter under review that had a material effect on the interim financial statements.

A4. *Auditors' Report on the Group's latest Annual Financial Statements*

There were no audit qualifications on the Group's financial statements for the year ended 31 December 2012.

A5. *Exceptional items of a non-recurring nature*

There were no exceptional items of a non-recurring nature during the financial period under review.

A6. *Inventories*

During the financial period under review, there was no write-down of inventories.

A7. *Changes in composition of the Group*

There were no changes in the composition of the Group arising from business combination, acquisition or disposal of subsidiary companies and long-term investment, restructuring, or discontinued operations for the current interim period.

A8. *Dividends paid*

There were no dividends paid during the financial period under review.

A9. *Seasonal or cyclical factors*

The Group's hotel business is generally affected by seasonal or cyclical factors. The high season for the Group's hotel generally lies in the first and last quarters of the financial year.

PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING

A10. Operating segments

The Group's operations comprise the following main business segments:

Hospitality and Wellness Provision of hotel management and wellness services

Resort and Destination Development Development of resorts and property

12 months ended 31 December	Hospitality and Wellness		Resort and Destination Development		Others		Consolidated	
	2013	2012	2013	2012	2013	2012	2013	2012
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment revenue	39,704	43,624	-	-	-	6,000	39,704	49,624
Profit/(loss) from operations	1,061	6,013	(12,149)	(10,228)	(2,417)	473	(13,505)	(3,742)
Finance costs	(3,748)	(3,007)	-	-	-	-	(3,748)	(3,007)
Finance income	128	161	11	63	1,411	1,451	1,550	1,675
	(2,559)	3,167	(12,138)	(10,165)	(1,006)	1,924	(15,703)	(5,074)
Included in the measure of segments results from operating activities are:								
- Depreciation and amortisation	(5,920)	(5,508)	(1,361)	(1,353)	(129)	(172)	(7,410)	(7,033)
- Gain from disposal of freehold land	-	-	-	-	-	2,689	-	2,689
- Foreign exchange gain	-	-	2,506	1,385	3,625	3,031	6,131	4,416
- Reversal of impairment loss on trade receivables	231	82	-	-	-	-	231	82
Segments assets	171,057	154,784	2,015,520	1,964,396	174,951	209,864	2,361,528	2,329,044

PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM FINANCIAL REPORTING

A11. Property, plant and equipment

There were no amendments to the valuation of property, plant and equipment brought forward.

A12. Intangible asset

Purchase of intangible asset for the financial period ended 31 December 2013 amounted to RM139,000.

A13. Non-current assets and non-current liabilities classified as held for sale

There were no non-current assets and non-current liabilities classified as held for sale.

A14. Issuances, repayments of debt and equity securities

There were no issuance or repayment of debt, share buy back, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period ended 31 December 2013.

A15. Events subsequent to the balance sheet date

There were no material events subsequent to the end of the financial period under review that have not been reflected in the financial statements as at the date of this report.

A16. Contingent liabilities and contingent assets

As at 31 December 2013, there were no material contingent liabilities, which upon being enforced might have a material impact on the financial position or business of the Group. As at the date of this report, the Company has contingent liabilities as follows:-

	31 December 2013 RM'000
Corporate guarantees granted for banking facilities of a subsidiary (note B8)	<u>94,000</u>

**PART A – EXPLANATORY NOTES IN COMPLIANCE WITH MFRS 134, INTERIM
FINANCIAL REPORTING**

A17. Capital and commitments

	31 December 2013
	RM'000
Authorised but not contracted for	13,496
Contracted but not provided for	23,273
Total	36,769

A18. Related party transactions

There are no material related party transactions for the financial period under review.

A19. Financial risk management

The Group's financial risk management objectives and policies and risk profile are consistent with those disclosed in the consolidated financial statements as at and for the year ended 31 December 2012.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

B1. Review of performance for Twelve Months to 31 December 2013 compared to Twelve Months to 31 December 2012

For the financial year ended 31 December 2013, the Group recorded a revenue of RM39.7 million compared with RM49.6 million in the corresponding financial year 2012. The Group registered a net loss of RM4.77 million for the financial year 2013 compared with a net loss of RM2.25 million in the previous financial year. The higher loss was mainly due to the gain from the disposal of a piece of freehold land in 2012 and closure of some room inventory in 2013 due to the renovation and refurbishment works at The Andaman.

The renovation and refurbishment works at the North Wing of The Andaman have been completed in December 2013 and have been well received by hotel guests. Owing to the disruption to the hotel operations and closure of some guest rooms in 2013, The Andaman recorded an operating profit of RM1.06 million for the financial year 2013 compared with profit of RM6.01 million for the 2012 financial year. The occupancy and Revenue Per Available Room (“RevPar”) had decreased by 6.1% and 7.8% respectively.

For the twelve-month period ended 31 December 2013, the Resort and Destination Development segment recorded an operating loss of RM12.15 million compared with RM10.23 million for the corresponding period in 2012.

Associated companies

The Group’s investment in its associate, MSL Properties Sdn. Bhd. (“MSL”) recorded a share of net profit amounting to RM10.21 million for the twelve-month period ended 31 December 2013, compared with RM3.90 million in the corresponding period of 2012.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

B2. Comments on current quarter against preceding quarter performance

	2013 4th Qtr RM'000	2013 3rd Qtr RM'000
Revenue	<u>10,732</u>	<u>6,657</u>
Loss from operations	(4,394)	(2,006)
Finance costs	(1,117)	(1,059)
Finance income	431	363
Operating loss	<u>(5,080)</u>	<u>(2,702)</u>
Share of net profit of associate	<u>7,538</u>	<u>1,362</u>
Profit / (loss) before tax	<u>2,458</u>	<u>(1,340)</u>

For the quarter under review, revenue of the Group increased by 61.2% to RM10.73 million compared with the previous quarter of RM6.66 million. Despite the closure of some rooms in the North Wing due to the renovation works, The Andaman with its newly refurbished rooms have managed to bring up the occupancy by 11% and RevPar by 71.4% compared with the previous quarter. The higher contribution from the hospitality and wellness businesses was due to the high season which is generally in the last quarter of the year.

The Group recorded a profit before tax of RM2.46 million compared with loss before tax of RM1.34 million in the previous quarter. This was mainly due to higher operating profit recorded by MSL in the current quarter.

B3. Prospects

For The Andaman in Langkawi, the completion of the recent renovation and refurbishment works at its South and North Wings in December 2013 have created positive responses and the Group expects it to enhance its performance in the future. The Company plans to carry out further renovation and refurbishment works at the lobby lounge, porch cochere, Tepian Laut restaurant and the staff quarters in 2014. The Group is exploring the development of a new resort on the remaining portion of its land at The Andaman to increase its products and service offerings at Datai Bay, Langkawi.

The Crystal Lagoon and support facilities at Phase 1, Treasure Bay, Pesona Lagoi Bintan, Indonesia will be ready for testing and commissioning in the second quarter of 2014. The common facilities around Crystal Lagoon are expected to be completed by the second quarter of 2014, allowing visitors an up-close and personal interaction with the water. Plans are underway to transform the Chill Cove precinct into one of the best leisure offerings in this region. This year, Treasure Bay will also roll out its first hotel, many attractions, retail, and food and beverage outlets.

With The Andaman and the upcoming projects, such as the development of hotels in Treasure Bay and the proposed new resort to be developed at Datai Bay, the Group is well positioned to capitalise on the commercial benefits and spillover effects arising from the robust growth of the regional tourism. Coupled with the positive developments of the resort, hospitality and tourism industry in Malaysia, Indonesia and Singapore, the Board is optimistic that such underlying support augurs well for the Group's future performance, growth and prospects.

B4. Profit forecast

Not applicable as no profit forecast was announced or disclosed.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

B5. Income Tax expense

	Current period		Cumulative period	
	3 months ended		12 months ended	
	31 December		31 December	
	2013	2012	2013	2012
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysia income tax charge	(650)	(128)	(650)	144
Deferred Taxation	440	377	(75)	932
Taxation charge / (over provision)	(210)	249	(725)	1,076

Tax expense is recognised based on management's best estimate of the weighted average annual tax rate expected for the full financial year applied to the pre-tax income of the interim period.

The Group's consolidated effective tax rate for the twelve-month period ended 31 December 2013 was lower than the Malaysia statutory tax rate of 25%. This was mainly due to the losses of certain subsidiaries which can be set off against taxable profits made by other subsidiaries and certain expenses which are not deductible for tax purposes.

B6. Status of corporate proposals announced

There are no corporate proposals announced as at the date of this quarterly report except the following:-

On 19 September 2013, the Board announced that the Company is proposing a renounceable rights issue of up to 240,849,900 Warrants (“Warrants”) on the basis of one (1) Warrant for every two (2) existing ordinary shares of RM1.00 each held in the Company. The Circular to Shareholders will be despatched in due course.

B7. Changes in material litigation

There is no material litigation pending at the date of this report.

B8. Loan and borrowings

The Group’s borrowings, all of which are secured, are as follows:

	As at 31 December 2013 RM’000	As at 31 December 2012 RM’000
Short term borrowings		
Secured	5,066	66,555
Long term borrowings		
Secured	88,403	137
	<hr/>	<hr/>
Total borrowings	93,469	66,692
	<hr/>	<hr/>

The term loan of RM94 million for a subsidiary was secured by a corporate guarantee from Landmarks Berhad.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

B9. Derivative financial instruments

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

B10. Fair value changes of financial liabilities

The Group does not have any financial liabilities that are measured at fair value through profit and loss as at the date of this quarterly report.

B11. Dividends

The Board of Directors does not recommend the payment of any dividend for the financial year ended 31 December 2013.

B12. Breakdown of Realised and Unrealised Profits

The following analysis of realised and unrealised retained profits is prepared pursuant to Paragraphs 2.06 and 2.23 of Bursa Securities Main Market Listing Requirements and in accordance with the Guidance on Special Matter No. 1 – Determination of Realised and Unrealised Profits or Losses as issued by the Malaysian Institute of Accountants. This disclosure is based on the format prescribed by Bursa Securities and is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

	Group 31 December 2013 RM'000	Group 31 December 2012 RM'000
Total retained earnings of Landmarks Berhad and its subsidiaries :		
- Realised	(9,356)	11,617
- Unrealised	(316)	(6,447)
	<u>(9,672)</u>	<u>5,170</u>
Total share of retained earnings from an associate	44,982	34,775
Consolidation adjustments	1,039,271	1,039,407
Total retained earnings	<u>1,074,581</u>	<u>1,079,352</u>

The Group is unable to provide the Realised and Unrealised Profits Disclosure for the associated company, MSL, as the Group has no control over its financial and operating policies.

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

B13. Basic earnings per share

Basic earnings per share was calculated by dividing the net profit attributable to ordinary shareholders of the Company by the weighted average number of issued and paid-up ordinary shares during the financial period.

	Individual period		Cumulative period	
	3 months ended		12 months ended	
	31 December		31 December	
	2013	2012	2013	2012
a) Basic earnings per share				
Profit / (loss) attributable to equity owners of the Company (RM'000)	2,668	281	(4,771)	(2,246)
Weighted average number of ordinary shares ('000)	480,810	480,810	480,810	480,810
Basic earnings per share (sen) attributable to equity owners of the Company	0.55	0.06	(0.99)	(0.47)

Diluted earnings per share for the current financial period was calculated by dividing the net profit attributable to ordinary shareholders of the Company by the weighted average number of shares in issue during the financial period, adjusted to assume the conversion of all dilutive potential ordinary shares from share options granted to employees and directors under the Employees' Share Option Scheme ("ESOS").

	Individual period		Cumulative period	
	3 months ended		12 months ended	
	31 December		31 December	
	2013	2012	2013	2012
b) Diluted earnings per share				
Profit / (loss) attributable to equity holders of the Company (RM'000)	2,668	281	(4,771)	(2,246)
Weighted average number of ordinary shares ('000)	480,810	480,810	480,810	480,810
Adjustment for dilutive effect of ESOS	-	-	-	-
Weighted average number of ordinary shares ('000)	480,810	480,810	480,810	480,810
Diluted earnings per share (sen) attributable to equity holders of the Company	0.55	0.06	(0.99)	(0.47)

**PART B – ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES
UNDER PART A OF APPENDIX 9B**

By Order of The Board

IRENE LOW YUET CHUN
Company Secretary

Kuala Lumpur
26th February 2014
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