

LANDMARKS

LANDMARKS BERHAD

(185202-H)

(Incorporated in Malaysia)

Unaudited Interim Financial Report

For The Second Quarter Ended

30 June 2015

LANDMARKS

LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

AS AT 30 JUNE 2015

	Note	30-Jun-2015 RM' 000 (Unaudited)	31-Dec-2014 RM' 000 (Audited)
ASSETS			
Property, plant and equipment	A11	1,325,958	1,328,100
Intangible asset	A12	291	386
Property development costs		787,996	787,997
Investments in associates		58,540	57,407
Other investments		1,040	1,040
Deferred tax assets		1,631	1,631
Total Non-Current Assets		2,175,456	2,176,561
Inventories		386	483
Property development costs		80,134	67,378
Receivables, deposits and prepayments		7,025	8,881
Current tax assets		388	352
Other investments		19,536	13,951
Cash and cash equivalents		58,481	83,558
Total Current Assets		165,950	174,603
TOTAL ASSETS		2,341,406	2,351,164
EQUITY			
Share capital		480,810	480,810
Reserves		225,674	218,893
Retained earnings		1,064,202	1,069,534
Total equity attributable to owners of the Company		1,770,686	1,769,237
Non-controlling interests		1,373	1,224
Total Equity		1,772,059	1,770,461
LIABILITIES			
Loans and borrowings	B8	71,488	79,855
Deferred tax liabilities		468,646	468,794
Total Non-Current Liabilities		540,134	548,649
Payables and accruals		17,285	21,121
Loans and borrowings	B8	10,350	9,583
Current tax liabilities		1,578	1,350
Total Current Liabilities		29,213	32,054
Total Liabilities		569,347	580,703
TOTAL EQUITY & LIABILITIES		2,341,406	2,351,164
Net Assets Per Share (RM)		3.68	3.68

The unaudited condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

LANDMARKS

LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		3 months ended		6 months ended	
		30 June		30 June	
		2015	2014	2015	2014
		RM'000	RM'000	RM'000	RM'000
Revenue		<u>11,592</u>	<u>11,679</u>	<u>30,896</u>	<u>29,298</u>
Loss from operations		(4,438)	(5,707)	(4,613)	(5,499)
Finance costs		<u>(1,158)</u>	<u>(1,459)</u>	<u>(2,350)</u>	<u>(2,686)</u>
Finance income		<u>205</u>	<u>163</u>	<u>621</u>	<u>572</u>
Operating loss		(5,391)	(7,003)	(6,342)	(7,613)
Share of net profit / (loss) of associates	B1	<u>620</u>	<u>(71)</u>	<u>1,133</u>	<u>3,224</u>
Loss before taxation		(4,771)	(7,074)	(5,209)	(4,389)
Income tax expense	B5	<u>1,003</u>	<u>43</u>	<u>(101)</u>	<u>(1,043)</u>
Loss for the period		(3,768)	(7,031)	(5,310)	(5,432)
Other comprehensive income, net of tax					
Items that may be reclassified subsequently to profit or loss					
Foreign currency translation differences for foreign operations		<u>4,443</u>	<u>315</u>	<u>6,759</u>	<u>341</u>
Other comprehensive income for the period, net of tax		4,443	315	6,759	341
Total comprehensive income / (expense) for the period		675	(6,716)	1,449	(5,091)
Loss attributable to:					
Owners of the Company		<u>(3,768)</u>	<u>(7,031)</u>	<u>(5,310)</u>	<u>(5,432)</u>
Non-controlling interest		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Loss for the period		(3,768)	(7,031)	(5,310)	(5,432)
Total comprehensive income / (expense) attributable to:					
Owners of the Company		<u>675</u>	<u>(6,716)</u>	<u>1,449</u>	<u>(5,091)</u>
Non-controlling interest		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income / (expense) for the period		675	(6,716)	1,449	(5,091)

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

Loss for the period				
-Basic		(0.78)	(1.46)	(1.10)
-Diluted		(0.78)	(1.46)	(1.10)

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 2014 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 SIX-MONTH PERIOD ENDED 30 JUNE 2015

<-----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 Interests RM'000	Total Equity RM'000
At 1 January 2014	480,810	(1,399)	415	218,272	1,453	1,074,806	1,774,357	1	1,774,358
Foreign currency translation differences for foreign operations	-	341	-	-	-	-	341	-	341
Total other comprehensive income for the period	-	341	-	-	-	-	341	-	341
Loss for the period	-	-	-	-	-	(5,432)	(5,432)	-	(5,432)
Total comprehensive income / (expense) for the period	-	341	-	-	-	(5,432)	(5,091)	-	(5,091)
At 30 June 2014	480,810	(1,058)	415	218,272	1,453	1,069,374	1,769,266	1	1,769,267
At 1 January 2015	480,810	(2,152)	415	218,272	2,358	1,069,534	1,769,237	1,224	1,770,461
Foreign currency translation differences for foreign operations	-	6,759	-	-	-	-	6,759	-	6,759
Total other comprehensive income for the period	-	6,759	-	-	-	-	6,759	-	6,759
Loss for the period	-	-	-	-	-	(5,310)	(5,310)	-	(5,310)
Total comprehensive income / (expense) for the period	-	6,759	-	-	-	(5,310)	1,449	-	1,449
Share options forfeited	-	-	-	-	22	(22)	-	-	-
Total contribution from owners	-	-	-	-	22	(22)	-	-	-
Non- controlling interests	-	-	-	-	-	-	-	149	149
At 30 June 2015	480,810	4,607	415	218,272	2,380	1,064,202	1,770,686	1,373	1,772,059

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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 2014 and the accompanying explanatory notes attached to the interim financial statements.

LANDMARKS

LANDMARKS BERHAD (185202-H)

UNAUDITED CONDENSED CONSOLIDATED CASH FLOWS STATEMENTS FOR THE SIX-MONTH PERIOD ENDED 30 JUNE 2015

	30-Jun-2015 RM'000	30-Jun-2014 RM'000
Cash flows from operating activities		
Loss before taxation	(5,209)	(4,389)
Adjustments for non-cash flow		
Amortisation of intangible asset	95	94
Depreciation of property, plant and equipment	4,396	4,153
Finance costs	2,350	2,686
Finance income	(621)	(572)
Gain on disposal of subsidiaries	(5)	-
Dividend income from other investments	-	(135)
Fair value of available-for-sale financial asset	(105)	-
Share of net profit of an equity accounted associate, net of tax	(1,133)	(3,224)
Operating loss before changes in working capital	(232)	(1,387)
Changes in working capital		
Inventories	97	22
Trade and other receivables and prepayments	8,593	1,570
Trade payables and others payables	(4,477)	(6,929)
Property development costs	(12,755)	(8,786)
Cash used in operations	(8,774)	(15,510)
Income tax paid	(267)	(100)
Income tax refunded	850	-
Net cash used in operating activities	(8,191)	(15,610)
Cash flows from investing activities		
Acquisition of property, plant and equipment	(2,181)	(7,044)
Proceeds from disposal of a subsidiary	5	-
Proceeds from disposal of investment fund	14,131	-
Acquisition of other investments	(19,627)	-
Increase in pledged deposits placed with licensed banks	(34)	(77)
Interest received	621	572
Gain on redeemed of other investments	16	-
Dividend received from :		
- an associate	-	3,000
- other investments	149	135
Net cash used in investing activities	(6,920)	(3,414)
Cash flows from financing activities		
Proceeds from bank borrowings	-	488
Interest paid	(2,350)	(2,686)
Repayment of finance lease liabilities	(50)	(33)
Repayment of from loans and borrowings	(7,600)	(4,200)
Net cash used in from financing activities	(10,000)	(6,431)
Net decrease in cash and cash equivalents	(25,111)	(25,455)
Cash and cash equivalents at 1 January	80,149	112,104
Cash and cash equivalents at 31 December	55,038	86,649
	30-Jun-2015 RM'000	30-Jun-2014 RM'000
Cash and bank balances	12,455	10,647
Deposits with licensed banks	46,026	79,379
	58,481	90,026
Less : Deposits pledged	(3,443)	(3,377)
	55,038	86,649

The unaudited condensed consolidated cash flows statements should be read in conjunction with the audited financial statements for the year ended 31 December 2014 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 30 JUNE 2015

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 2014. 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 2014.

A2. Changes in Accounting Policies/Estimates

The audited financial statements of the Group for the year ended 31 December 2014 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 2014 except for the new or revised MFRS and amendments to MFRS that are relevant and effective for annual periods beginning on or after 1 July 2014 as disclosed below:-

- 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)*
Amendments to MFRS 116, *Property, Plant and Equipment (Annual Improvements 2010-2012 Cycle)*

A2. *Changes in Accounting Policies/Estimates (continued)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2014 (continued)

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

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

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016

- Amendments to MFRS 5, *Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 7, *Financial Instruments: Disclosures (Annual Improvements 2012-2014 Cycle)*
- Amendments to MFRS 10, *Consolidated Financial Statements* and MFRS 128, *Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*
- Amendments to MFRS 10, *Consolidated Financial Statements*, MFRS 12, *Disclosure of Interests in Other Entities* and MFRS 128, *Investments in Associates and Joint Ventures – Investment Entities: Applying the Consolidation Exception*
- Amendments to MFRS 11, *Joint Arrangements – Accounting for Acquisitions of Interests in Joint Operations*
- MFRS 14, *Regulatory Deferral Accounts*
- Amendments to MFRS 101, *Presentation of Financial Statements – Disclosure Initiative*
- Amendments to MFRS 116, *Property, Plant and Equipment* and MFRS 138, *Intangible Assets – Clarification of Acceptable Methods of Depreciation and Amortisation*
- Amendments to MFRS 116, *Property, Plant and Equipment* and MFRS 141, *Agriculture – Agriculture: Bearer Plants*
- Amendments to MFRS 119, *Employee Benefits (Annual Improvements 2012-2014 Cycle)*

A2. *Changes in Accounting Policies/Estimates (continued)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2016 (continued)

- Amendments to MFRS 127, *Separate Financial Statements – Equity Method in Separate Financial Statements*
- Amendments to MFRS 134, *Interim Financial Reporting (Annual Improvements 2012-2014 Cycle)*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2017

- MFRS 15, *Revenue from Contracts with Customers*

MFRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2018

- MFRS 9, *Financial Instruments (2014)*

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 implementation.

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 2014.

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 properties

6 months ended 30 June	Hospitality and Wellness		Resort and Destination Development		Others		Consolidated	
	2015	2014	2015	2014	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment revenue	30,896	29,298	-	-	-	-	30,896	29,298
Profit / (loss) from operations	5,922	6,376	(9,286)	(9,193)	(1,249)	(2,682)	(4,613)	(5,499)
Finance costs	(2,336)	(2,678)	(14)	-	-	(8)	(2,350)	(2,686)
Finance income	110	131	57	44	454	397	621	572
	3,696	3,829	(9,243)	(9,149)	(795)	(2,293)	(6,342)	(7,613)
Included in the measure of segments results from operating activities are:								
- Depreciation and amortisation	3,264	3,256	1,160	932	67	59	4,491	4,247
- Foreign exchange (gain)/ loss	-	-	(1,129)	1,705	(1,087)	(152)	(2,216)	1,553
- (Reversal) / recognised of impairment loss on trade receivables	(12)	20	-	-	-	-	(12)	20
Segment assets	164,110	167,624	2,066,066	2,055,443	111,230	122,870	2,341,406	2,345,937

There have been no changes in the basis of segmentation or in the basis of measurement of segment profit and loss from the last annual financial statements.

A11. Property, plant and equipment

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

A12. Intangible asset

There was no additional purchase of intangible asset for the financial period ended 30 June 2015.

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 30 June 2015.

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 30 June 2015, there were no material contingent assets, 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:-

	30 June 2015 RM'000
Corporate guarantees granted for banking facilities of a subsidiary (note B8)	<u>81,724</u>

A17. *Capital and commitments*

	30 June 2015 RM'000
Authorised but not contracted for	52,104
Contracted but not provided for	20,205
Total	<hr/> 72,309 <hr/>

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 2014.

B1. Review of performance for Six Months to 30 June 2015 compared to Six Months to 30 June 2014.

For the financial period ended 30 June 2015, the Group's revenue increased by 5.45% from RM29.30 million in the corresponding period of 2014 to RM30.90 million in 2015. The Group registered a net loss of RM5.31 million for the six-month period ended 30 June 2015 compared with a net loss of RM5.43 million in the previous year.

The Andaman has recorded an increase in revenue by RM1.60 million for the first six months of 2015 with the improvement in both average room rate and food and beverages revenue by 9% and 3% respectively. However, The Andaman has recorded lower operating profit by RM0.45 million for the first six months of 2015 compared with the corresponding period in 2014 due to higher operating cost.

For the six-month period ended 30 June 2015, the Resort and Destination Development Division recorded operating loss of RM9.29 million compared to RM9.19 million in the corresponding period of 2014. The higher net loss was attributed mainly to the pre-operating expenses for Phase 1, Chill Cove, Treasure Bay Bintan.

Associated companies

The Group's investment in the associate, MSL Properties Sdn. Bhd. ("MSL"), recorded a share of net profit amounting to RM1.13 million for the six-month period ended 30 June 2015 compared with net profit of RM3.22 million in the corresponding period of 2014.

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

B2. Comments on performance in the current quarter against preceding quarter

	2015	2015
	2nd Qtr	1st Qtr
	RM'000	RM'000
Revenue	<u>11,592</u>	<u>19,304</u>
Loss from operations	(4,438)	(175)
Finance costs	(1,158)	(1,192)
Finance income	<u>205</u>	<u>416</u>
Operating Loss	(5,391)	(951)
Share of net profit of associate	<u>620</u>	<u>513</u>
Loss before tax	<u>(4,771)</u>	<u>(438)</u>

For the quarter under review, the Group's revenue fell by 40% from RM19.30 million to RM11.59 million. The Group recorded loss before tax of RM4.77 million compared with RM0.44 million in the previous quarter mainly due to the higher operating loss from the Resort Destination Development Division.

Generally, the second quarter has always been the low season for our hospitality and wellness businesses. The Andaman's occupancy and average room rate have decreased by 29% and 22% respectively compared with previous quarter.

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

B3. Prospects

The Andaman has contributed positively to the Group. As we continue with our refurbishment, the Company expects the room rates and occupancy levels to grow in the coming years.

The Chill Cove and The Canopi have started receiving guests and the response has been positive. In May 2015, Treasure Bay Bintan, in a joint venture with Singapore based Jouex Investments Pte Ltd, agreed to build, own and operate two hotels under international brands managed by the Accor Group, namely, Mercure and Ibis Budget. Both hotels are expected to open by end 2017. These, together with efforts by the office of the Chief Minister (Bupati) of Bintan to improve the marketing of Bintan as a tourism destination, bodes well for the Group and the Board is optimistic that Treasure Bay Bintan should begin to generate results for the Group.

B4. Profit forecast

Not applicable as no profit forecast was announced or disclosed.

B5. Income Tax expense

	Current period		Cumulative period	
	3 months ended		6 months ended	
	30 June		30 June	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Current taxation				
Malaysia income tax charge	125	19	249	33
Deferred Taxation	(1,128)	(62)	(148)	1,010
Taxation (overprovision) / charge	(1,003)	(43)	101	1,043

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.

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

B5. *Income Tax expense (continue)*

The Group's consolidated effective tax rate for the six-month period ended 30 June 2015 was higher than the Malaysia statutory tax rate of 25%. This was mainly due to provision of deferred tax and the losses of certain subsidiaries which cannot 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 at the date of this quarterly report.

B7. *Changes in material litigation*

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

B8. *Loans and borrowings*

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

	As at 30 June 2015 RM'000	As at 31 December 2014 RM'000
Short term borrowings		
Secured	10,350	9,583
Long term borrowings		
Secured	<u>71,488</u>	<u>79,855</u>
Total borrowings	<u>81,838</u>	<u>89,438</u>

The term loan of RM81.72 million for a subsidiary was secured by a corporate guarantee from Landmarks Berhad.

B9. *Derivative financial instruments*

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

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

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 period ended 30 June 2015.

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 30 June 2015 RM'000	Group 31 December 2014 RM'000
Total retained earnings of Landmarks Berhad and its subsidiaries :		
- Realised	(62,870)	(54,257)
- Unrealised	(883)	(3,099)
	<u>(63,753)</u>	<u>(57,356)</u>
Total share of retained earnings from an associate	49,747	48,614
Consolidation adjustments	<u>1,078,208</u>	<u>1,078,276</u>
Total retained earnings	<u>1,064,202</u>	<u>1,069,534</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		6 months ended	
	30 June		30 June	
	2015	2014	2015	2014
a) Basic earnings per share				
Loss attributable to equity owners of the Company (RM'000)	(3,768)	(7,031)	(5,310)	(5,432)
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	(0.78)	(1.46)	(1.10)	(1.13)

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 directors and employees under the Employees' Share Option Scheme ("ESOS").

	Individual period		Cumulative period	
	3 months ended		6 months ended	
	30 June		30 June	
	2015	2014	2015	2014
b) Diluted earnings per share				
Loss attributable to equity holders of the Company (RM'000)	(3,768)	(7,031)	(5,310)	(5,432)
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	(0.78)	(1.46)	(1.10)	(1.13)

**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
12th August 2015
www.landmarks.com.my