

# LANDMARKS

**LANDMARKS BERHAD**

**(185202-H)**

**( Incorporated in Malaysia )**

**Unaudited Interim Financial Report**

**For The Second Quarter Ended**

**30 June 2016**

# LANDMARKS

LANDMARKS BERHAD (185202-H)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 30 JUNE 2016

	Note	30-June-2016 RM' 000 (Unaudited)	31-Dec-2015 RM' 000 (Audited)
<b>ASSETS</b>			
Property, plant and equipment	A11	1,340,450	1,346,209
Intangible asset	A12	37	131
Property development costs		781,856	781,856
Investments in associates		72,108	66,547
Other investments		1,885	1,885
Deferred tax assets		351	350
<b>Total Non-Current Assets</b>		<b>2,196,687</b>	<b>2,196,978</b>
Inventories		622	451
Property development costs		83,321	77,248
Receivables, deposits and prepayments		8,683	9,267
Current tax assets		96	97
Other investment		4,001	22,465
Cash and cash equivalents		23,122	35,759
<b>Total Current Assets</b>		<b>119,845</b>	<b>145,287</b>
<b>TOTAL ASSETS</b>		<b>2,316,532</b>	<b>2,342,265</b>
<b>EQUITY</b>			
Share capital		480,810	480,810
Reserves		232,714	234,219
Retained earnings		1,044,167	1,057,760
<b>Total equity attributable to owners of the Company</b>		<b>1,757,691</b>	<b>1,772,789</b>
<b>Non-controlling Interests</b>		<b>1,373</b>	<b>1,373</b>
<b>Total Equity</b>		<b>1,759,064</b>	<b>1,774,162</b>
<b>LIABILITIES</b>			
Loans and borrowings	A10	59,147	70,183
Deferred tax liabilities		464,888	465,072
<b>Total Non-Current Liabilities</b>		<b>524,035</b>	<b>535,255</b>
Payables and accruals		18,758	20,289
Loans and borrowings	A10	12,952	10,800
Current tax liabilities		1,723	1,759
<b>Total Current Liabilities</b>		<b>33,433</b>	<b>32,848</b>
<b>Total Liabilities</b>		<b>557,468</b>	<b>568,103</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>2,316,532</b>	<b>2,342,265</b>
<b>Net Assets Per Share (RM)</b>		<b>3.66</b>	<b>3.69</b>

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim financial statements.

# LANDMARKS

LANDMARKS BERHAD (185202-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2016**

	Note	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
		3 months ended		6 months ended	
		30 June		30 June	
		2016	2015	2016	2015
		RM'000	RM'000	RM'000	RM'000
Revenue		<u>15,355</u>	<u>11,592</u>	<u>39,273</u>	<u>30,896</u>
<b>Loss from operations</b>		<b>(9,752)</b>	<b>(4,438)</b>	<b>(16,450)</b>	<b>(4,613)</b>
Finance cost		<b>(1,056)</b>	<b>(1,158)</b>	<b>(2,181)</b>	<b>(2,350)</b>
Finance income		<b>77</b>	<b>205</b>	<b>170</b>	<b>621</b>
<b>Operating loss</b>		<b>(10,731)</b>	<b>(5,391)</b>	<b>(18,461)</b>	<b>(6,342)</b>
Share of net profit of associates, net of tax	B1	<b>3,997</b>	<b>620</b>	<b>5,562</b>	<b>1,133</b>
<b>Loss before taxation</b>		<b>(6,734)</b>	<b>(4,771)</b>	<b>(12,899)</b>	<b>(5,209)</b>
Income tax credit / (expense)	B5	<b>(329)</b>	<b>1,003</b>	<b>(753)</b>	<b>(101)</b>
<b>Loss for the period</b>		<b>(7,063)</b>	<b>(3,768)</b>	<b>(13,652)</b>	<b>(5,310)</b>
<b>Other comprehensive income / (expense), net of tax</b>					
Foreign currency translation differences for foreign operations		<b>2,531</b>	<b>4,443</b>	<b>(1,446)</b>	<b>6,759</b>
<b>Other comprehensive income / (expense) for the period, net of tax</b>		<b>2,531</b>	<b>4,443</b>	<b>(1,446)</b>	<b>6,759</b>
<b>Total comprehensive income/(expense) for the period</b>		<b>(4,532)</b>	<b>675</b>	<b>(15,098)</b>	<b>1,449</b>
<b>Loss attributable to:</b>					
Owners of the Company		<b>(7,063)</b>	<b>(3,768)</b>	<b>(13,652)</b>	<b>(5,310)</b>
Non-controlling interests		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Loss for the period</b>		<b>(7,063)</b>	<b>(3,768)</b>	<b>(13,652)</b>	<b>(5,310)</b>
<b>Total comprehensive income/(expense) attributable to:</b>					
Owners of the Company		<b>(4,532)</b>	<b>675</b>	<b>(15,098)</b>	<b>1,449</b>
Non-controlling interests		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive income/(expense) for the period</b>		<b>(4,532)</b>	<b>675</b>	<b>(15,098)</b>	<b>1,449</b>

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

Loss for the period					
-Basic		-1.47	-0.78	-2.84	-1.10
-Diluted		-1.47	-0.78	-2.84	-1.10

*The unaudited condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2015 and the accompanying explanatory notes attached to the interim*

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LANDMARKS BERHAD (185202-H)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE SIX-MONTHS PERIOD ENDED 30 JUNE 2016**

	-----Attributable to owners of the Company-----						Total RM'000	Non- controlling interest RM'000	Total Equity RM'000
	----- 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			
<b>At 1 January 2015</b>	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)
<b>Total comprehensive income/(expense) for the period</b>	-	6,759	-	-	-	(5,310)	1,449	-	1,449
Share options forfeited	-	-	-	-	22	(22)	-	-	-
<b>Total contribution from owners</b>	-	-	-	-	22	(22)	-	-	-
Additional investment from non-controlling Interests	-	-	-	-	-	-	-	149	149
<b>At 30 June 2015</b>	480,810	4,607	415	218,272	2,380	1,064,202	1,770,686	1,373	1,772,059
<b>At 1 January 2016</b>	480,810	12,161	1,260	218,272	2,526	1,057,760	1,772,789	1,373	1,774,162
Foreign currency translation differences for foreign operations	-	(1,446)	-	-	-	-	(1,446)	-	(1,446)
Total other comprehensive expense for the period	-	(1,446)	-	-	-	-	(1,446)	-	(1,446)
Loss for the period	-	-	-	-	-	(13,652)	(13,652)	-	(13,652)
<b>Total comprehensive expense for the period</b>	-	(1,446)	-	-	-	(13,652)	(15,098)	-	(15,098)
Share options forfeited	-	-	-	-	(59)	59	-	-	-
<b>Total contribution from owners</b>	-	-	-	-	(59)	59	-	-	-
<b>At 30 June 2016</b>	480,810	10,715	1,260	218,272	2,467	1,044,167	1,757,691	1,373	1,759,064

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2015 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-MONTHS PERIOD ENDED 30 JUNE 2016

	30-June-2016 RM'000	30-June-2015 RM'000
<b>Cash flows from operating activities</b>		
Loss before tax	(12,899)	(5,209)
Adjustments for non-cash flow		
Amortisation of intangible asset	94	95
Depreciation of property, plant and equipment	8,500	4,396
Finance costs	2,181	2,350
Finance income	(170)	(621)
Gain on disposal of subsidiaries	-	(5)
Gain on disposal of property, plant and equipments	(25)	-
Loss on redeemed of other investments	1,586	-
Dividend income from other investments	(130)	-
Fair value gain in other investments	(1,567)	(105)
Share of net profit of an equity accounted associate, net of tax	(5,562)	(1,133)
<b>Operating profit / (loss) before changes in working capital</b>	<b>(7,992)</b>	<b>(232)</b>
Changes in working capital		
Inventories	(171)	97
Trade and other receivables and prepayments	(394)	8,593
Trade payables and others payables	756	(4,477)
Property development costs	(8,123)	(12,755)
Cash used in operations	(15,924)	(8,774)
Income tax paid	(973)	(267)
Income tax refunded	-	850
<b>Net cash used in operating activities</b>	<b>(16,897)</b>	<b>(8,191)</b>
<b>Cash flows from investing activities</b>		
Acquisition of property, plant and equipment	(2,940)	(2,181)
Proceeds from disposal of property, plant and equipment	25	-
Proceeds from disposal of a subsidiary	-	5
Proceeds from disposal of other investments	28,278	14,131
Acquisition of other investments	(10,300)	(19,627)
Increase in pledge deposits placed with licensed bank	(35)	(34)
Interest received	170	621
Gain on redeemed of other investment	-	16
Dividend received from :		
- other investments	130	149
<b>Net cash (used in) / generated from investing activities</b>	<b>15,328</b>	<b>(6,920)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(2,175)	(2,350)
Repayment of finance lease liabilities	(40)	(50)
Repayment of loans and borrowings	(8,888)	(7,600)
<b>Net cash used in financing activities</b>	<b>(11,103)</b>	<b>(10,000)</b>
Net decrease in cash and cash equivalents	(12,672)	(25,111)
Cash and cash equivalents at 1 January	32,282	80,149
<b>Cash and cash equivalents at 30 June</b>	<b>19,610</b>	<b>55,038</b>
	<b>30-June-2016 RM'000</b>	<b>30-June-2015 RM'000</b>
Cash and bank balances	14,378	12,455
Deposits with licensed banks	8,744	46,026
	23,122	58,481
Less : Deposits pledged	(3,512)	(3,443)
	<b>19,610</b>	<b>55,038</b>

The unaudited condensed consolidated cash flows statements should be read in conjunction with the audited financial statements for the year ended 31 December 2015 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 2016

#### **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 2015. 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 2015.

##### **A2. Changes in Accounting Policies/Estimates**

The audited financial statements of the Group for the year ended 31 December 2015 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 2015 except for the new or revised MFRS and amendments to MFRS that are relevant and effective for annual periods beginning on or after 1 January 2016 as disclosed below:-

- MFRS 14, *Regulatory Deferral Accounts*
- 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*, MFRS 12, *Disclosure of Interest in Other Entities* and MFRS 128, *Investment 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*
- 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 Deprecia-*

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

**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 116, *Property, Plant and Equipment* and MFRS 141, *Agriculture-Agriculture: Bearer Plants*
- Amendments to MFRS 119, *Employee Benefits (Annual Improvements 2012-2014 Cycle)*
- 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)*

The following MFRSs 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 2018***

- MFRS 9, *Financial Instruments (2014)*
- MFRS 15, *Revenue from Contracts with Customers*

***MFRSs, Interpretations and amendments effective for a date yet to be confirmed***

- 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*

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.

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

**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 2015.

**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	
	2016	2015	2016	2015	2016	2015	2016	2015
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment revenue	<b>34,151</b>	30,896	<b>5,122</b>	-	-	-	<b>39,273</b>	30,896
Profit / (loss) from operations	<b>7,207</b>	5,922	<b>(19,668)</b>	(9,286)	<b>(3,989)</b>	(1,249)	<b>(16,450)</b>	(4,613)
Finance costs	<b>(2,157)</b>	(2,336)	-	(14)	<b>(24)</b>	-	<b>(2,181)</b>	(2,350)
Finance income	<b>29</b>	110	<b>17</b>	57	<b>124</b>	454	<b>170</b>	621
	<b>5,079</b>	3,696	<b>(19,651)</b>	(9,243)	<b>(3,889)</b>	(795)	<b>(18,461)</b>	(6,342)
Included in the measure of segments results from operating activities are:								
- Depreciation and amortisation	<b>3,234</b>	3,264	<b>5,187</b>	1,160	<b>173</b>	67	<b>8,594</b>	4,491
- Foreign exchange (gain)/ loss	-	-	<b>575</b>	(1,129)	<b>605</b>	(1,087)	<b>1,180</b>	(2,216)
- Recognised of impairment loss on trade receivables	-	(12)	-	-	-	-	-	(12)
Segment assets	<b>158,669</b>	164,110	<b>2,074,183</b>	2,066,066	<b>83,680</b>	111,230	<b>2,316,532</b>	2,341,406

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 2016.

***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 2016.

***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 2016, 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:-

	<b>30 June 2016 RM'000</b>
Corporate guarantees granted for banking facilities of a subsidiary (note B8)	<b>71,882</b>

**A17. *Capital and commitments***

	<b>30 June 2016 RM'000</b>
Authorised but not contracted for	93,398
Contracted but not provided for	34,861
<b>Total</b>	<b>128,259</b>

**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 2015.

***B1. Review of performance for Six Months to 30 June 2016 compared with Six Months to 30 June 2015.***

The financial period ended 30 June 2016 saw the Group's revenue increase by 27.11%, ramping up from RM30.90 million to RM39.27 million against the previous corresponding period. The Group registered a net loss of RM13.65 million for the six-month period ended 30 June 2016 compared with a net loss of RM5.30 million in the previous year.

The increase in revenue was attributed to the performance of The Andaman which has recorded strong growth in operating results by RM3.26 million for the six months of 2016. Hotel occupancy and average room rate have increased by 1.2% and 8% respectively compared with the previous corresponding period.

The six-month period ended 30 June 2016 saw the Resort and Destination Development Division recording a modest revenue of RM5.12 million. Operating loss was RM19.67 million compared with RM9.29 million in the corresponding period of 2015. Operating losses were mainly due to expenses incurred in the course of business commencement and startups.

**Associated companies**

The Group's investment in the associate, MSL Properties Sdn. Bhd. ("MSL"), recorded a share of net profit amounting to RM5.56 million for the six-month period ended 30 June 2016 compared with RM1.13 million in the corresponding period of 2015.

**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**

	<b>2016 2nd Qtr RM'000</b>	<b>2016 1st Qtr RM'000</b>
<b>Revenue</b>	<u><b>15,355</b></u>	<u>23,918</u>
<b>Loss from operations</b>	<b>(9,752)</b>	(6,698)
Finance costs	<b>(1,056)</b>	(1,125)
Finance income	<u>77</u>	<u>93</u>
<b>Operating loss</b>	<b>(10,731)</b>	(7,730)
Share of net profit of associate	<u><b>3,997</b></u>	<u>1,565</u>
<b>Loss before tax</b>	<u><b>(6,734)</b></u>	<u>(6,165)</u>

For the second quarter of 2016, the Group's revenue has decreased significantly by 35.80% from RM23.92 million in the previous quarter to RM15.35 million. The Group recorded loss before tax of RM6.73 million compared with RM6.17 million in the previous quarter.

Generally, the second quarter has always been the low season for our hospitality and wellness businesses. The Andaman's occupancy has decreased by 26% and average room rate has decreased by 24% compared with the previous quarter.

Our associated company, MSL, recorded higher share of net profit of RM4.00 million in this quarter mainly due to gain from the disposal of land.

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

**B3. Prospects**

The Andaman remains the main business driver for the Group. The Board is optimistic that the hospitality business will continue to grow and generate positive results for the Group.

The Board envisages that the Chill Cove at Treasure Bay Bintan (“TBB”) will attract more visitors as the Group introduces more attractions and activities in the 3<sup>rd</sup> quarter of 2016. In line with the aforementioned initiatives, the Group is confident to further generate investment interest among the business community.

**B4. Profit forecast**

Not applicable as no profit forecast was announced or disclosed.

**B5. Income tax expense**

	<b>Current period</b>		<b>Cumulative period</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Current taxation				
Malaysia income tax charge	<b>423</b>	125	<b>939</b>	249
Deferred Taxation	<b>(94)</b>	(1,128)	<b>(186)</b>	(148)
Taxation (overprovision) / charge	<b>329</b>	(1,003)	<b>753</b>	101

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**

**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 2016 RM'000	As at 31 December 2015 RM'000
Short term borrowings		
Secured	12,952	10,800
Long term borrowings		
Secured	<u>59,147</u>	<u>70,183</u>
<b>Total borrowings</b>	<b><u>72,099</u></b>	<b><u>80,983</u></b>

The term loan of RM71.88 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 2016.

**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.

	<b>Group 30 June 2016 RM'000</b>	<b>Group 31 December 2015 RM'000</b>
Total retained earnings of Landmarks Berhad and its subsidiaries :		
- Realised	(109,246)	(94,343)
- Unrealised	(10,273)	(6,021)
	<hr/>	<hr/>
	(119,519)	(100,364)
Total share of retained earnings from an associate	78,633	73,071
Consolidation adjustments	1,085,053	1,085,053
	<hr/>	<hr/>
Total retained earnings	<b>1,044,167</b>	<b>1,057,760</b>

The Group is unable to provide the Realised and Unrealised Profits Disclosure for the associate, 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.

	<b>Individual period</b>		<b>Cumulative period</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>a) Basic earnings per share</b>				
(Loss)/Profit attributable to equity owner of the Company (RM'000)	<b>(7,063)</b>	(3,768)	<b>(13,652)</b>	(5,310)
Weighted average number of ordinary shares ('000)	<b>480,810</b>	480,810	<b>480,810</b>	480,810
Basic earnings per share (sen) attributable to equity owners of the Company	<b>(1.47)</b>	(0.78)	<b>(2.84)</b>	(1.10)

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").

	<b>Individual period</b>		<b>Cumulative period</b>	
	<b>3 months ended</b>		<b>6 months ended</b>	
	<b>30 June</b>		<b>30 June</b>	
	<b>2016</b>	<b>2015</b>	<b>2016</b>	<b>2015</b>
<b>b) Diluted earnings per share</b>				
(Loss)/Profit attributable to equity holders of the Company (RM'000)	<b>(7,063)</b>	(3,768)	<b>(13,652)</b>	(5,310)
Weighted average number of ordinary shares ('000)	<b>480,810</b>	480,810	<b>480,810</b>	480,810
Adjustment for dilutive effect of ESOS	-	-	-	-
Weighted average number of ordinary shares ('000)	<b>480,810</b>	480,810	<b>480,810</b>	480,810
Diluted earnings per share (sen) attributable to equity holders of the Company	<b>(1.47)</b>	(0.78)	<b>(2.84)</b>	(1.10)

**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**  
**24<sup>th</sup> August 2016**  
**[www.landmarks.com.my](http://www.landmarks.com.my)**