

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2015 - UNAUDITED

	30.09.2015	30.09.2014
	RM	RM
ASSETS		
Property, Plant and Equipment	152,727,487	154,115,496
Investment Properties	13,895,000	18,910,000
Biological Assets	21,033,132	19,530,643
Land and Deferred Development Expenditure	4,051,247	3,887,137
Investments	186,000	186,000
Deferred Tax Assets	555,000	555,000
Total non-current assets	<u>192,447,866</u>	<u>197,184,276</u>
Inventories	154,984	195,635
Properties Under Development	29,075	172,476
Trade Receivables other receivables	1,991,395	1,590,686
Short Term Investment	108,273,544	105,081,071
Deposits With Licensed Banks	578,180	569,191
Cash and Bank Balances	1,983,730	1,057,108
Total current assets	<u>113,010,908</u>	<u>108,666,167</u>
Total Assets	<u>305,458,774</u>	<u>305,850,443</u>
EQUITY		
Share Capital	89,664,491	89,664,491
Reserves	202,449,130	200,495,935
Total Equity	<u>292,113,621</u>	<u>290,160,426</u>
LIABILITIES		
Other Provisions	273,955	186,872
Deferred Tax Liabilities	10,923,000	11,469,000
Total non-current liabilities	<u>11,196,955</u>	<u>11,655,872</u>
Trade and other payables	1,948,834	1,773,774
Hire Purchase Liabilities	74,998	95,000
Short Term Borrowing	-	2,000,000
Current Tax Liabilities	124,366	165,371
Total current liabilities	<u>2,148,198</u>	<u>4,034,145</u>
Total liabilities	<u>13,345,153</u>	<u>15,690,017</u>
Total equity and liabilities	<u>305,458,774</u>	<u>305,850,443</u>

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

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE PERIOD ENDED 30 SEPTEMBER 2015 - UNAUDITED

	Three months ended		Period ended	
	30 September		30 September	
	2015	2014	2015	2014
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	2,432,304	2,656,461	7,400,072	7,337,710
Cost of sales	(2,081,860)	(2,095,425)	(6,216,790)	(5,810,471)
Gross profit	350,444	561,036	1,183,282	1,527,239
Other Income	(56,725)	1,953,021	10,677,607	3,699,244
Administrative & other expenses	(1,597,162)	(1,571,413)	(4,670,978)	(4,358,591)
Results from operating activities	(1,303,443)	942,644	7,189,911	867,892
Interest income	5,320	32,899	60,891	51,535
Finance costs	(5,669)	(21,421)	(16,458)	(37,773)
Operating Profit	(1,303,792)	954,122	7,234,344	881,654
Tax expense	-	(65,719)	(404,500)	(304,397)
Profit for the period	(1,303,792)	888,403	6,829,844	577,257
Other comprehensive income				
Gain on revaluation of land	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the year	(1,303,792)	888,403	6,829,844	577,257
Basic earnings per share				
From continuing operations	<u>(0.73) sen</u>	<u>0.50 sen</u>	<u>3.81 sen</u>	<u>0.32 sen</u>
Diluted earnings per ordinary share (sen)	<u>NA</u>	<u>NA</u>	<u>NA</u>	<u>NA</u>

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statement for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 SEPTEMBER 2015 - UNAUDITED

GROUP	Attributable to Equity Holders of the Company						Total Equity
	Share Capital	Share Premium	Capital Reserve	Revaluation Reserve	Retained Profit	Reserve	
	RM	RM	RM	RM	RM	RM	
At 1 January 2015	89,664,491	42,349,828	-	138,265,747	20,383,580	200,999,155	290,663,646
Profit for the year	-	-	-	-	6,829,844	6,829,844	6,829,844
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	6,829,844	6,829,844	6,829,844
Depreciation transfer on land, net of tax	-	-	-	-	-	-	-
Final single tier dividend - 2014	-	-	-	-	(5,379,869)	(5,379,869)	(5,379,869)
At 30 September 2015	89,664,491	42,349,828	-	138,265,747	21,833,555	202,449,130	292,113,621
At 1 January 2014	89,664,491	42,349,828	-	139,390,719	23,558,000	205,298,547	294,963,038
Profit for the year	-	-	-	-	1,017,477	1,017,477	1,017,477
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	1,017,477	1,017,477	1,017,477
Depreciation transfer on land, net of tax	-	-	-	(1,124,972)	1,187,972	63,000	63,000
Final single tier dividend - 2013	-	-	-	-	(5,379,869)	(5,379,869)	(5,379,869)
At 31 December 2014	89,664,491	42,349,828	-	138,265,747	20,383,580	200,999,155	290,663,646

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BHD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 SEPTEMBER 2015 - UNAUDITED

	Period ended 30 Sept 2015 RM	Period ended 30 Sept 2014 RM
Net profit / (Loss) before tax and minority interest	7,234,344	881,654
Adjustment for:-		
Non-cash item	1,849,735	1,573,670
Non operating items (which are investing/financing)	(10,668,187)	(3,594,561)
Operating profit before changes in working capital	(1,584,108)	(1,139,237)
Changes in working capital		
Increase/(decrease) in current assets	(251,204)	(659,114)
Increase/(decrease) in current liabilities	(140,258)	(464,277)
Cash generated from operations	(1,975,570)	(2,262,628)
Payments for tax, retirement benefits, development expenditure and tax refund	(544,500)	(343,177)
Net cash flow generated from operating activities	(2,520,070)	(2,605,805)
Cash flow (used in) / from investing activities		
- Other investment	7,529,251	3,900,879
	5,009,181	1,295,074
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	(5,379,869)	(5,379,869)
- Bank borrowing and interests	152,846	1,957,226
Net increase/(decrease) in cash and cash equivalents	(217,842)	(2,127,569)
Cash and cash equivalent at beginning of period	2,779,752	3,753,868
Cash and cash equivalent at end of period	2,561,910	1,626,299
Analysis of cash and cash equivalent:-		
Housing development account	679,688	665,287
Deposits with licensed bank	578,180	51,941
Cash and bank balances	1,304,042	909,071
	2,561,910	1,626,299

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements)

GOPENG BERHAD (109465-X)

Notes to the interim financial report

1. Basis of preparation

This interim financial report is unaudited and has been prepared in accordance with the applicable disclosure provisions of the Listing Requirements of the Bursa Malaysia Securities Berhad, including compliance with Financial Reporting Standards (FRS) 134 Interim Financial Reporting, issued by the Malaysian Accounting Standard Board (MASB).

The interim financial report should be read in conjunction with the most recent audited financial statement for the year ended 31 December 2014. The accounting policies and method of computation adopted by the group in the interim financial report are consistent with those adopted in the 2014 annual financial statement.

The preparation of the interim financial report in conformity with FRS 134 requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses on a year to date basis. Actual results may differ from these estimates.

This interim financial report contains consolidated financial statements and selected explanatory notes. The note includes explanation of events and transaction that are significant to an understanding of the changes in the financial position and performances of the Group since the 2014 annual financial statements. The condensed consolidated interim financial statements and notes thereon do not include all the information required for full set of financial statements prepared in accordance with FRSs.

Statutory financial statements for the year ended 31 December 2014 are available from the Company's registered office.

2. Accounting Standards and interpretations

a) Standards early adopted by the Group and the Company

The Group and the Company did not early adopt any new accounting standards, amendments to published standards and interpretations.

The Group and the Company did not early adopt the following standards that have been issued by the Malaysian Accounting Standards Board as these are not yet effective :-

Effective for financial periods beginning on or after 1 January 2016

- FRS 14	Regulatory Deferral Accounts
- Amendments to FRS 10	Consolidated Financial Statements: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to FRS 10	Consolidated Financial Statements: Investment Entities - Applying the Consolidation Exception

- Amendments to FRS 11 Joint Arrangements: Accounting for Acquisitions of Interests in Joint Operations
- Amendments to FRS 12 Disclosure of Interests in Other Entities: Investment Entities - Applying the Consolidation Exception
- Amendments to FRS 101 Presentation of Financial Statements
- Amendments to FRS 116 Property, Plant and Equipment: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to FRS 127 Consolidated and Separate Financial Statements: Equity Method in Separate Financial Statements
- Amendments to FRS 128 Sale or Contribution of Assets between an Investor and its Associate or Joint Venture
- Amendments to FRS 128 Investments in Associates: Investment Entities - Applying the Consolidation Exception
- Amendments to FRS 138 Intangible Assets: Clarification of Acceptable Methods of Depreciation and Amortisation
- Annual Improvements to FRSs 2012-2014 Cycle

Effective for financial periods beginning on or after 1 January 2018

- FRS 9 Financial Instruments
- Amendments to FRS 7 Financial Instruments: Disclosures ó Mandatory Date of FRS 9 and Transition Disclosures
- Amendments to FRS 9 Financial Instruments: Disclosures ó Mandatory Date of FRS 9 and Transition Disclosures

The Group and the Company will adopt the above pronouncements when they become effective. These pronouncements are not expected to have any effect on the financial statements of the Group and of the Company upon their initial application.

b) Convergence of the FRS Framework in Malaysia with the IFRS Framework issued by the International Accounting Standards Board (IASB)

On 19 November 2011, the MASB issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS Framework). The MFRS Framework is to be applied by all Entities Other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parents, significant investor and venture (herein called Transitioning Entities).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for an additional one year. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2017. Early application of MFRS is permitted.

The Group and the Company fall within the scope definition of Transitioning Entities and have opted to defer adoption of MFRS Framework in its first MFRS financial statements for the financial year ending 31 December 2017.

The Group and the Company are in the process of assessing the financial effects of the differences between the accounting standards under Financial Reporting Standards and under the MFRS Framework.

3. Seasonal or cyclical factory

The Group's operations were not affected by any seasonal or cyclical factors.

4. Unusual items due to their nature, size or incidence

There were no unusual items due to their nature, size or incidence in the quarter under review.

5. Changes in estimates

There were no changes in estimates of amounts reported in prior financial years which have a material effect in the financial quarter.

6. Capital and reserves

There was no change in the capital and revaluation reserves in the financial quarter.

7. Debt and equity securities

There were no issuance, cancellation, repurchase and resale of equity securities in the financial quarter.

8. Dividend

The Board had recommended a payment of final single-tier dividend of 3 sen per RM0.50 ordinary share in respect of the year ended 31 December 2014.

This final single-tier dividend, amounting to RM5,379,869 was approved by the shareholders at the 31st Annual General Meeting of the Company held on 30 May 2015.

The dividend was paid on 16 July 2015 to shareholders, whose names appeared in the Record of Depositors as at 30 June 2015.

9. Segment reporting

Segment reporting is presented in respect of the Group's business segment. The activities of the Group are carried out in Malaysia and as such, there was no segmental reporting by geographical location.

<u>Segment</u>	Period ended 30 Sept 2015		Period ended 30 Sept 2014	
	Turnover RM	Profit/(Loss) from operations RM	Turnover RM	Profit/(Loss) from operations RM
Property	-	-	-	-
Plantation	7,400,072	1,068,967	7,337,710	1,506,709
Others	-	6,165,284	-	(625,055)
Consolidated	7,400,072	7,234,344	7,337,710	881,654

There are no inter-segment elimination and unallocated operating income or expenses.

The activities of the Group are now concentrated on cultivation of palm oil and investment in short term funds.

10. Property, motor vehicle, plant and equipment and biological assets

a) Valuations

The costs of biological assets had been brought forward, without amendment from the previous annual financial statements. The Company had adopted the revaluation model in FRS 116 and the costs of land and investment properties are currently measured at fair value.

b) Acquisitions and disposals

Acquisitions and disposals of items of property, motor vehicle, plant and equipment in the current interim period and preceding corresponding period are as follows:

	Period ended 30 Sept 2015 RM	Period ended 31 Sept 2014 RM
Acquisition of :		
Building ó at cost	13,400	42,250
Plant and Machinery ó at cost	14,400	7,380
Motor Vehicle - at cost	-	139,890
Earthmoving equipment ó at cost	116,000	146,200
Office equipment & fittings ó at cost	24,509	41,942
Biological Asset	1,744,125	1,230,101
	<u>1,912,434</u>	<u>1,607,763</u>
Total proceeds from disposal of assets	<u>13,004,400</u>	<u>714,384</u>

11. Post balance sheet events

There were no material events after the end of the quarter which had not been reflected in the financial statements for the quarter ended 30 September 2015.

12. Changes in composition of the Group

Application to strike-off the name of two of the Company's wholly owned subsidiaries, namely Gopeng Granite & Marble Sdn Bhd, which had remained dormant since 1997 and Gopeng Technologies Systems Sdn Bhd which had remained dormant since 2002 had been approved by Suruhanjaya Syarikat Malaysia. The striking-off of these two subsidiaries had no financial impact on the Group as they had ceased operations for a long time and the Company's cost of investment had been fully impaired.

13. Associate

The Company's remaining investment in associate is Rimba Raya Sdn Bhd, the cost of which had been fully impaired.

14. Contingent liabilities

The company has undertaken to provide financial support to certain subsidiaries to enable them to continue operation on a going concern basis.

15. Capital commitments

There were no capital commitments during the financial quarter.

16. Material related party transactions

There were no material related party transactions during the financial quarter.

17. Review of performance

In the quarter ended 30 September 2015, the Group recorded a revenue of **RM2.4 million** and an operating loss of **RM1.3 million** compared with a revenue of **RM2.7 million** and an operating profit of **RM1.0 million** recorded in the previous corresponding quarter ended 30 September 2014.

The operating loss recorded in the current quarter was mainly due to lower FFB prices and write-down to market value of the Group's short term investment.

18. Variation of results against preceding quarter

The Group recorded a revenue of **RM2.4 million** and operating loss of **RM1.3 million** in the quarter under review compared with a revenue of **RM2.6 million** and operating profit of **RM0.7 million** recorded in the preceding quarter.

The operating loss recorded in the current quarter was mainly due to lower FFB prices and write-down to market value of the Group's short term investment.

19. Future prospects

The Group's performance is dependent on the palm oil prices and production. The lower palm oil prices will be mitigated by the income from short term investments.

20. Profit forecast

Profit forecast is not applicable in the period under review.

21. Taxation

	Period ended 30 Sept 2015 <u>RM</u>	Period ended 30 Sept 2014 <u>RM</u>
<u>Current Taxation</u>		
Income tax (Provision)	-	90,000
Under/(Over)-provision in prior financial year	1,670	6,249
<u>Real Property Gain Tax</u>	402,830	208,148
<u>Deferred taxation</u>	-	-
Origination and reversal of temporary differences	-	-
Over provision in prior financial year	-	-
Tax Expense	404,500	304,397

The Group's effective tax rate is lower than the statutory tax rate as the profit before taxation is mainly from plantation.

22. Unquoted investments and properties

There was no acquisition or disposal of unquoted investments and properties during the financial quarter.

23. Quoted investments

i) There was no purchase of quoted securities for the quarter under review and financial year to-date.

ii) Investments in quoted securities as at 31 March 2015 were as follows:

	<u>RM</u>
Cost	16,738
Impairment of investment	(16,738)
Market Value	<u>0.00</u>

24. Status of corporate proposals announced

There was no announcement on corporate proposals in the quarter under review.

25. Borrowing and debt securities

The Group had obtained a Short Term Revolving Credit Facility of RM2 Million from Malayan Banking Berhad on 15 July 2013, secured with a Fixed Deposits of RM500,000. There was no outstanding amount as at 30 September 2015.

26. Off balance sheet financial instruments

There were no financial instruments with off-balance sheet risk as at the date of this announcement.

27. Material litigation

There was no material litigation against the Group.

28. Basic earnings per share

The basic earnings per share can be viewed in the Condensed Consolidated Statement of Profit or Loss And Other Comprehensive Income at page 2.

The calculation of basic earnings per share was based on the profit for the period and the number of shares in issue of 179,328,982 shares ranking for dividend during the year.

29. Realised and Unrealised Profits

	Sept 2015 RM,000	Sept 2014 RM,000
Total Group retained profits/(Loss)		
Realised	25,539	(386)
Unrealised	(18,568)	(10,914)
	6,971	(11,300)
Total retained profits/(Loss) from associated companies		
Realised	-	-
Unrealised	-	-
Less : Consolidated Adjustment	14,863	30,127
Total Group Retained Profit	21,834	18,827

30. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 25 November 2015.