

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2015 - UNAUDITED

	31.12.2015	31.12.2014
	RM	RM
ASSETS		
Property, Plant and Equipment	152,316,459	153,718,158
Investment Properties	13,895,000	18,695,000
Biological Assets	21,716,832	19,982,327
Land and Deferred Development Expenditure	4,051,647	3,889,637
Investments	186,000	186,000
Deferred Tax Assets	-	555,000
Total non-current assets	<u>192,165,938</u>	<u>197,026,122</u>
Inventories	38,036	43,897
Properties Under Development	29,075	172,476
Trade and Other Receivables	1,586,766	1,990,127
Short Term Investment	109,967,716	102,443,612
Deposits With Licensed Banks	596,586	576,933
Cash and Bank Balances	1,290,618	2,202,820
Total current assets	<u>113,508,797</u>	<u>107,429,865</u>
Total Assets	<u>305,674,735</u>	<u>304,455,987</u>
EQUITY		
Share Capital	89,664,491	89,664,491
Reserves	203,056,157	200,999,155
Total Equity	<u>292,720,648</u>	<u>290,663,646</u>
LIABILITIES		
Other Provisions	284,187	186,872
Deferred Tax Liabilities	9,947,000	10,923,000
Total non-current liabilities	<u>10,231,187</u>	<u>11,109,872</u>
Trade and Other Payables	2,652,903	2,592,350
Hire Purchase Liabilities	69,997	89,999
Short Term Borrowing	-	-
Current Tax Liabilities	-	120
Total current liabilities	<u>2,722,900</u>	<u>2,682,469</u>
Total liabilities	<u>12,954,087</u>	<u>13,792,341</u>
Total equity and liabilities	<u>305,674,735</u>	<u>304,455,987</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 31 DECEMBER 2015 - UNAUDITED

	Three months ended		Year ended	
	31 December		31 December	
	2015	2014	2015	2014
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	1,836,907	2,153,532	9,236,979	9,491,242
Cost of sales	(1,996,017)	(1,921,702)	(8,212,807)	(7,732,173)
Gross profit	(159,110)	231,830	1,024,172	1,759,069
Other Income	1,954,620	1,440,841	12,632,227	5,140,085
Administrative & other expenses	(1,678,811)	(1,776,028)	(6,349,789)	(6,134,616)
Results from operating activities	116,699	(103,357)	7,306,610	764,538
Interest income	38,189	16,390	99,080	67,925
Finance costs	(5,614)	(21,892)	(22,072)	(59,666)
Operating Profit	149,274	(108,859)	7,383,618	772,797
Tax expense	395,082	549,078	(7,747)	244,680
Profit for the period	544,356	440,219	7,375,871	1,017,477
Other comprehensive income				
Gain on revaluation of land	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the year	544,356	440,219	7,375,871	1,017,477
Basic earnings per share				
From continuing operations	<u>0.30 sen</u>	<u>0.25 sen</u>	<u>4.11 sen</u>	<u>0.57 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 31 DECEMBER 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	-	-	-	-	7,375,871	7,375,871	7,375,871
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	7,375,871	7,375,871	7,375,871
Depreciation transfer on land, net of tax	-	-	-	(1,190,324)	1,251,324	61,000	61,000
Final single tier dividend - 2014	-	-	-	-	(5,379,869)	(5,379,869)	(5,379,869)
At 31 December 2015	89,664,491	42,349,828	-	137,075,423	23,630,906	203,056,157	292,720,648
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 31 DECEMBER 2015 - UNAUDITED

	Year ended 31 Dec 2015 RM	Year ended 31 Dec 2014 RM
Net profit / (Loss) before tax and minority interest	7,383,618	772,795
Adjustment for:-		
Non-cash item	2,331,450	2,121,288
Non operating items (which are investing/financing)	(12,611,259)	(4,646,719)
Operating profit before changes in working capital	(2,896,191)	(1,752,636)
Changes in working capital		
(Increase)/decrease in current assets	119,334	507,393
(Increase)/decrease in current liabilities	427,087	212,932
Cash used in operations	(2,349,770)	(1,032,311)
Payments for tax, retirement benefits, development expenditure and tax refund	(325,747)	(600,193)
Net cash flow used in operating activities	(2,675,517)	(1,632,504)
Cash flow (used in) / from investing activities		
- Other investment	7,204,912	6,107,925
	4,529,395	4,475,421
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	(5,379,869)	(5,379,869)
- Bank borrowing and interests	(42,074)	(69,667)
Net increase/(decrease) in cash and cash equivalents	(892,548)	(974,115)
Cash and cash equivalent at beginning of period	2,779,752	3,753,868
Cash and cash equivalent at end of period	1,887,204	2,779,753
Analysis of cash and cash equivalent:-		
Housing development account	683,367	668,899
Deposits with licensed bank	596,586	59,683
Cash and bank balances	607,251	2,051,171
	1,887,204	2,779,753

(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 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 the adoption of MFRS Framework in its first MFRS financial statements in 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>	Year ended 31 Dec 2015		Year ended 31 Dec 2014	
	Turnover RM	Profit/(Loss) from operations RM	Turnover RM	Profit/(Loss) from operations RM
Property	-	-	-	-
Plantation	9,236,979	869,752	9,491,242	1,690,893
Others	-	6,513,866	-	(926,355)
Consolidated	9,236,979	7,383,618	9,491,242	764,538

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

The activities of the Group are now concentrated on the cultivation of palm oil and the 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:

	Year ended 31 Dec 2015 RM	Year ended 31 Dec 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	2,498,512	1,832,067
	<u>2,666,821</u>	<u>2,209,729</u>
Total proceeds from disposal of assets	<u>13,010,400</u>	<u>1,192,844</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 31 December 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 31 December 2015, the Group recorded a revenue of **RM1.8 million** and an operating profit of **RM0.1 million** compared with a revenue of **RM2.2 million** and an operating loss of **RM0.1 million** recorded in the previous corresponding quarter ended 31 December 2014.

Lower revenue recorded in the current quarter was due to lower FFB prices and lower tonnage produced.

18. Variation of results against preceding quarter

The Group recorded a revenue of **RM1.8 million** and operating profit of **RM0.1 million** in the quarter under review compared with a revenue of **RM2.4 million** and operating loss of **RM1.3 million** recorded in the preceding quarter.

Lower revenue compared to the preceding quarter was due to lower FFB prices and lower tonnage produced. However, other income had improved with the increase of the market value of the Group's short term investments.

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

	Year ended 31 Dec 2015 RM	Year ended 31 Dec 2014 RM
<u>Current Taxation</u>		
Income tax (Provision)	-	-
Under/(Over)-provision in prior financial year	1,670	6,249
<u>Real Property Gain Tax</u>		
<u>Deferred taxation</u>		
Origination and reversal of temporary differences	366,077	232,071
Under provision in prior financial year	-	-
Effect on deferred tax balance due to change in income tax rate from 25% to 24%	(360,000)	(365,014)
	-	50,000
	-	(167,986)
Tax Expense	7,747	(244,680)

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 December 2015 were as follows:

	<u>RM</u>
Cost	16,738
Impairment of investment	<u>(16,738)</u>
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 31 December 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

	Dec 2015 RMø000	Dec 2014 RMø000
Total Group retained profits/(Loss)		
Realised	9,632	(5,717)
Unrealised	(1,050)	(4,438)
	<u>8,582</u>	<u>(10,155)</u>
Total retained profits/(Loss) from associated companies		
Realised	-	-
Unrealised	-	-
Less : Consolidated Adjustment	<u>15,049</u>	<u>30,539</u>
Total Group Retained Profit	<u>23,631</u>	<u>20,384</u>

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 24 February 2016.