

GOPENG BERHAD (109465-X)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2016 - UNAUDITED

	31.03.2016	31.03.2015
	RM	RM
ASSETS		
Property, Plant and Equipment	151,947,873	153,356,431
Investment Properties	13,895,000	13,895,000
Biological Assets	22,176,692	20,224,166
Land and Deferred Development Expenditure	4,089,504	3,896,883
Investments	186,000	186,000
Deferred Tax Assets	-	555,000
Total non-current assets	<u>192,295,069</u>	<u>192,113,480</u>
Inventories	60,085	257,388
Properties Under Development	29,075	29,075
Trade and Other Receivables	1,836,056	13,868,941
Short Term Investment	110,236,653	102,731,024
Deposits With Licensed Banks	1,597,011	2,077,339
Cash and Bank Balances	1,068,594	1,538,133
Total current assets	<u>114,827,474</u>	<u>120,501,900</u>
Total Assets	<u>307,122,543</u>	<u>312,615,380</u>
EQUITY		
Share Capital	89,664,491	89,664,491
Reserves	204,453,019	208,471,308
Total Equity	<u>294,117,510</u>	<u>298,135,799</u>
LIABILITIES		
Other Provisions	685,381	724,348
Deferred Tax Liabilities	9,924,000	10,923,000
Total non-current liabilities	<u>10,609,381</u>	<u>11,647,348</u>
Trade and Other Payables	1,830,655	2,498,113
Hire Purchase Liabilities	64,997	84,999
Short Term Borrowing	500,000	-
Current Tax Liabilities	-	249,121
Total current liabilities	<u>2,395,652</u>	<u>2,832,233</u>
Total liabilities	<u>13,005,033</u>	<u>14,479,581</u>
Total equity and liabilities	<u>307,122,543</u>	<u>312,615,380</u>

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statement for the year ended 31 December 2015 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 MARCH 2016 - UNAUDITED

	Three months ended		Period ended	
	31 March		31 March	
	2016	2015	2016	2015
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
Revenue	1,883,522	2,369,018	1,883,522	2,369,018
Cost of sales	(1,637,667)	(2,168,802)	(1,637,667)	(2,168,802)
Gross profit	245,855	200,216	245,855	200,216
Other Income	1,943,795	9,070,641	1,943,795	9,070,641
Administrative & other expenses	(1,385,815)	(1,402,479)	(1,385,815)	(1,402,479)
Results from operating activities	803,835	7,868,378	803,835	7,868,378
Interest income	4,105	11,726	4,105	11,726
Finance costs	(5,328)	(5,121)	(5,328)	(5,121)
Operating Profit	802,612	7,874,983	802,612	7,874,983
Tax expense	-	(402,830)	-	(402,830)
Profit for the period	802,612	7,472,153	802,612	7,472,153
Other comprehensive income				
Gain on revaluation of land	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the year	802,612	7,472,153	802,612	7,472,153
Basic earnings per share				
From continuing operations	<u>0.45 sen</u>	<u>4.17 sen</u>	<u>0.45 sen</u>	<u>4.17 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 2015 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 MARCH 2016 - 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 2016	89,664,491	42,349,828	-	137,075,423	24,225,156	203,650,407	293,314,898
Profit for the year	-	-	-	-	802,612	802,612	802,612
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	802,612	802,612	802,612
Depreciation transfer on land, net of tax	-	-	-	-	-	-	-
Final single tier dividend - 2015	-	-	-	-	-	-	-
At 31 March 2016	89,664,491	42,349,828	-	137,075,423	25,027,768	204,453,019	294,117,510
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	-	-	-	-	7,970,121	7,970,121	7,970,121
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	7,970,121	7,970,121	7,970,121
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	24,225,156	203,650,407	293,314,898

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 December 2015 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 MARCH 2016 - UNAUDITED

	Period ended 31 Mac 2016 RM	Period ended 31 Mac 2015 RM
Net profit / (Loss) before tax and minority interest	802,612	7,874,983
Adjustment for:-		
Non-cash item	618,184	570,173
Non operating items (which are investing/financing)	(1,525,623)	(8,668,178)
Operating profit before changes in working capital	(104,827)	(223,022)
Changes in working capital		
(Increase)/decrease in current assets	(236,339)	(12,231,153)
(Increase)/decrease in current liabilities	(250,998)	477,013
Cash used in operations	(592,164)	(11,977,162)
Payments for tax, retirement benefits, development expenditure and tax refund	(30,895)	(442,830)
Net cash flow used in operating activities	(623,059)	(12,419,992)
Cash flow (used in) / from investing activities		
- Other investment	911,790	13,265,833
	288,731	845,841
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	-	-
- Bank borrowing and interests	489,671	(10,121)
Net increase/(decrease) in cash and cash equivalents	778,402	835,720
Cash and cash equivalent at beginning of period	1,887,203	2,779,752
Cash and cash equivalent at end of period	2,665,605	3,615,472
Analysis of cash and cash equivalent:-		
Housing development account	687,047	672,407
Deposits with licensed bank	1,597,011	2,077,339
Cash and bank balances	381,547	865,726
	2,665,605	3,615,472

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statement for the year ended 31 December 2015 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 2015. The accounting policies and method of computation adopted by the group in the interim financial report are consistent with those adopted in the 2015 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 2015 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 2015 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 2017

- Amendments to FRS 107 Disclosure Initiative
- Amendments to FRS 112 Recognition of Deferred Tax Assets for Unrealised Losses

Effective for financial periods beginning on or after 1 January 2018

- FRS 9 Financial Instruments

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 did not opt for early adoption.

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 4 sen per RM0.50 ordinary share in respect of the year ended 31 December 2015.

This final single-tier dividend amounting to RM7,173,159, if approved by the shareholders at the 32nd Annual General Meeting of the Company to be held on 28 May 2016, will be paid on 15 July 2016 to shareholders whose names appear in the Record of Depositors as at 30 June 2016.

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 31 March 2016		Period ended 31 March 2015	
	Turnover RM	Profit/(Loss) from operations RM	Turnover RM	Profit/(Loss) from operations RM
Property	-	-	-	-
Plantation	1,883,522	211,677	2,369,018	166,378
Others	-	590,935	-	7,708,605
Consolidated	1,883,522	802,612	2,369,018	7,874,983

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:

	Period ended 31 March 2016 RM	Period ended 31 March 2015 RM
Acquisition of :		
Building ó at cost	-	-
Plant and Machinery ó at cost	6,015	-
Motor Vehicle - at cost	-	-
Earthmoving equipment ó at cost	11,600	-
Office equipment & fittings ó at cost		20,009
Biological Asset	691,843	432,841
	<hr/> 709,458	<hr/> 452,850
Total proceeds from disposal of assets	<hr/> -	<hr/> 13,004,400

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 March 2016.

12. Changes in composition of the Group

Applications to strike-off the name of two of the Company's subsidiaries, namely Mambang Di Awan Sdn Bhd which had remained dormant since 1997 and Gopeng Resources Sdn Bhd which had remained dormant since 2009 were filed with Suruhanjaya Syarikat Malaysia. The striking-off of these two subsidiaries would have 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 March 2016, the Group recorded a revenue of **RM1.9 million** and an operating profit of **RM0.8 million** compared with a revenue of **RM2.3 million** and an operating profit of **RM7.9 million** recorded in the previous corresponding quarter ended 31 March 2015.

The lower revenue recorded in the current quarter was due to lower tonnage produced due to hot weather. Higher operating profit recorded in the previous corresponding quarter was due to gain on a sale of investment property.

18. Variation of results against preceding quarter

The Group recorded a revenue of **RM1.9 million** and operating profit of **RM0.8 million** in the quarter under review compared with a revenue of **RM1.8 million** and operating profit of **RM0.1 million** recorded in the preceding quarter.

The higher revenue compared to the preceding quarter was due to higher tonnage produced and higher operating profit was due to income derived from 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

	Period ended 31 March 2016 <u>RM</u>	Period ended 31 March 2015 <u>RM</u>
<u>Current Taxation</u>		
Income tax (Provision)	-	-
Under/(Over)-provision in prior financial year	-	1,670
<u>Real Property Gain Tax</u>	-	402,830
<u>Deferred taxation</u>		
Origination and reversal of temporary differences	-	-
Under provision in prior financial year	-	-
Effect on deferred tax balance due to change in income tax rate from 25% to 24%	-	-
Tax Expense	-	404,500

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 2016 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 has a Short Term Revolving Credit Facility (STRC) of RM2 Million from Malayan Banking Berhad, secured with a Fixed Deposit of RM500,000. The outstanding amount as at 31 March 2016 was RM500,000.

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

	March 2016 RMø000	March 2015 RMø000
Total Group retained profits/(Loss)		
Realised	10,481	25,539
Unrealised	(1,073)	(18,568)
	<u>9,408</u>	<u>6,971</u>
Total retained profits/(Loss) from associated companies		
Realised	-	-
Unrealised	-	-
	<u>-</u>	<u>-</u>
Less : Consolidated Adjustment	15,620	14,863
Total Group Retained Profit	<u>25,028</u>	<u>21,834</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 28 May 2016.