

**GOPENG BERHAD (109465-X)**  
**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2016 - UNAUDITED**

	<b>30.06.2016</b>	<b>30.06.2015</b>
	<b>RM</b>	<b>RM</b>
<b>ASSETS</b>		
Property, Plant and Equipment	151,604,066	153,107,848
Investment Properties	13,895,000	13,895,000
Biological Assets	22,826,265	20,499,016
Land and Deferred Development Expenditure	4,089,504	3,933,875
Investments	186,000	186,000
Deferred Tax Assets	-	555,000
<b>Total non-current assets</b>	<u>192,600,835</u>	<u>192,176,739</u>
Inventories	262,717	337,716
Properties Under Development	29,075	29,075
Trade and Other Receivables	2,158,477	2,233,752
Short Term Investment	112,151,314	114,087,659
Deposits With Licensed Banks	597,443	1,577,758
Cash and Bank Balances	1,169,030	2,527,921
<b>Total current assets</b>	<u>116,368,056</u>	<u>120,793,881</u>
<b>Total Assets</b>	<u><b>308,968,891</b></u>	<u><b>312,970,620</b></u>
<b>EQUITY</b>		
Share Capital	89,664,491	89,664,491
Reserves	205,543,445	209,134,461
<b>Total Equity</b>	<u>295,207,936</u>	<u>298,798,952</u>
<b>LIABILITIES</b>		
Other Provisions	899,416	549,995
Deferred Tax Liabilities	9,924,000	10,923,000
<b>Total non-current liabilities</b>	<u>10,823,416</u>	<u>11,472,995</u>
Trade and Other Payables	1,877,543	2,429,674
Hire Purchase Liabilities	59,996	79,998
Short Term Borrowing	1,000,000	-
Current Tax Liabilities	-	189,001
<b>Total current liabilities</b>	<u>2,937,539</u>	<u>2,698,673</u>
<b>Total liabilities</b>	<u>13,760,955</u>	<u>14,171,668</u>
<b>Total equity and liabilities</b>	<u><b>308,968,891</b></u>	<u><b>312,970,620</b></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 30 JUNE 2016 - UNAUDITED**

	Three months ended		Period ended	
	30 June		30 June	
	2016	2015	2016	2015
	<u>RM</u>	<u>RM</u>	<u>RM</u>	<u>RM</u>
<b>Revenue</b>	<b>2,351,859</b>	<b>2,598,750</b>	<b>4,235,381</b>	<b>4,967,768</b>
Cost of sales	(1,736,904)	(1,966,128)	(3,374,571)	(4,134,930)
<b>Gross profit</b>	<b>614,955</b>	<b>632,622</b>	<b>860,810</b>	<b>832,838</b>
Other Income	1,990,289	1,663,691	3,934,084	10,734,332
Administrative & other expenses	(1,509,945)	(1,671,336)	(2,895,760)	(3,073,816)
<b>Results from operating activities</b>	<b>1,095,299</b>	<b>624,977</b>	<b>1,899,134</b>	<b>8,493,354</b>
Interest income	6,195	43,845	10,300	55,571
Finance costs	(11,068)	(5,668)	(16,396)	(10,789)
<b>Operating Profit</b>	<b>1,090,426</b>	<b>663,154</b>	<b>1,893,038</b>	<b>8,538,136</b>
Tax expense	-	-	-	(402,830)
<b>Profit for the period</b>	<b>1,090,426</b>	<b>663,154</b>	<b>1,893,038</b>	<b>8,135,306</b>
<b>Other comprehensive income</b>				
Gain on revaluation of land	-	-	-	-
Other comprehensive income, net of tax	-	-	-	-
<b>Total comprehensive income for the year</b>	<b>1,090,426</b>	<b>663,154</b>	<b>1,893,038</b>	<b>8,135,306</b>
<b>Basic earnings per share</b>				
From continuing operations	<u>0.61 sen</u>	<u>0.37 sen</u>	<u>1.06 sen</u>	<u>4.54 sen</u>
Diluted earnings per ordinary share (sen)	NA	NA	NA	NA

(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 30 JUNE 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	
<b>At 1 January 2016</b>	<b>89,664,491</b>	<b>42,349,828</b>	-	<b>137,075,423</b>	<b>24,225,156</b>	<b>203,650,407</b>	<b>293,314,898</b>
Profit for the year	-	-	-	-	1,893,038	1,893,038	1,893,038
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	<b>1,893,038</b>	<b>1,893,038</b>	<b>1,893,038</b>
Depreciation transfer on land, net of tax	-	-	-	-	-	-	-
Final single tier dividend - 2015	-	-	-	-	-	-	-
<b>At 30 June 2016</b>	<b>89,664,491</b>	<b>42,349,828</b>	-	<b>137,075,423</b>	<b>26,118,194</b>	<b>205,543,445</b>	<b>295,207,936</b>
<b>At 1 January 2015</b>	<b>89,664,491</b>	<b>42,349,828</b>	-	<b>138,265,747</b>	<b>20,383,580</b>	<b>200,999,155</b>	<b>290,663,646</b>
Profit for the year	-	-	-	-	7,970,121	7,970,121	7,970,121
Gain on revaluation of land	-	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	<b>7,970,121</b>	<b>7,970,121</b>	<b>7,970,121</b>
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)
<b>At 31 December 2015</b>	<b>89,664,491</b>	<b>42,349,828</b>	-	<b>137,075,423</b>	<b>24,225,156</b>	<b>203,650,407</b>	<b>293,314,898</b>

(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 30 JUNE 2016 - UNAUDITED**

	Period ended 30 June 2016 RM	Period ended 30 June 2015 RM
<b>Net profit / (Loss) before tax and minority interest</b>	<b>1,893,038</b>	<b>8,538,136</b>
Adjustment for:-		
Non-cash item	1,236,543	1,144,656
Non operating items (which are investing/financing)	(3,265,757)	(10,462,564)
<b>Operating profit before changes in working capital</b>	<b>(136,176)</b>	<b>(779,772)</b>
Changes in working capital		
(Increase)/decrease in current assets	(708,891)	(676,293)
(Increase)/decrease in current liabilities	(204,111)	354,969
<b>Cash used in operations</b>	<b>(1,049,178)</b>	<b>(1,101,096)</b>
Payments for tax, retirement benefits, development expenditure and tax refund	(87,500)	(502,830)
<b>Net cash flow used in operating activities</b>	<b>(1,136,678)</b>	<b>(1,603,926)</b>
Cash flow (used in) / from investing activities		
- Other investment	42,345	2,891,629
	<b>(1,094,333)</b>	<b>1,287,703</b>
Cash flow used in financing activities		
- Dividend paid to shareholders of the company	-	-
- Bank borrowing and interests	973,603	38,224
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>(120,730)</b>	<b>1,325,927</b>
Cash and cash equivalent at beginning of period	1,887,203	2,779,752
<b>Cash and cash equivalent at end of period</b>	<b>1,766,473</b>	<b>4,105,679</b>
<b>Analysis of cash and cash equivalent:-</b>		
Housing development account	690,684	676,018
Deposits with licensed bank	597,443	1,577,758
Cash and bank balances	478,346	1,851,903
	<b>1,766,473</b>	<b>4,105,679</b>

**(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, was approved by the shareholders at the 32nd Annual General Meeting of the Company held on 28 May 2016, and was 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>	<b>Period ended 30 June 2016</b>		<b>Period ended 30 June 2015</b>	
	<b>Turnover RM</b>	<b>Profit/(Loss) from operations RM</b>	<b>Turnover RM</b>	<b>Profit/(Loss) from operations RM</b>
Property	-	-	-	-
Plantation	4,235,381	791,704	4,967,768	767,015
Others	-	1,101,334	-	7,771,121
Consolidated	4,235,381	1,893,038	4,967,768	8,538,136

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:

	<b>Period ended 30 June 2016 RM</b>	<b>Period ended 30 June 2015 RM</b>
Acquisition of :		
Building ó at cost	38,000	-
Plant and Machinery ó at cost	9,475	14,400
Motor Vehicle - at cost	-	-
Earthmoving equipment ó at cost	11,600	116,000
Office equipment & fittings ó at cost	1,110	24,509
Biological Asset	1,573,398	898,692
	<hr/> 1,633,583	<hr/> 1,053,601
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 30 June 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 30 June 2016, the Group recorded a revenue of **RM2.4 million** and an operating profit of **RM1.1 million** compared with a revenue of **RM2.6 million** and an operating profit of **RM0.7 million** recorded in the previous corresponding quarter ended 30 June 2015.

The lower revenue recorded in the current quarter was due to lower tonnage produced, caused by the hot weather. Higher operating profit recorded in the current quarter was due to higher income derived from the Group's short term investment.

## **18. Variation of results against preceding quarter**

The Group recorded a revenue of **RM2.4 million** and operating profit of **RM1.1 million** in the quarter under review compared with a revenue of **RM1.9 million** and operating profit of **RM0.8 million** recorded in the preceding quarter.

The higher revenue compared to the preceding quarter was due to higher tonnage produced. Higher operating profit was due to higher 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 30 June 2016 <u>RM</u>	Period ended 30 June 2015 <u>RM</u>
<u>Current Taxation</u>		
Income tax (Provision)	-	-
Under/(Over)-provision in prior financial year	-	-
<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	-	402,830

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 30 June 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 30 June 2016 was RM1,000,000.

## 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

	June 2016 RMø000	June 2015 RMø000
Total Group retained profits/(Loss)		
Realised	574	16,548
Unrealised	9,924	(18,568)
	10,498	(2,020)
Total retained profits/(Loss) from associated companies		
Realised	-	-
Unrealised	-	-
Less : Consolidated Adjustment	15,620	30,539
Total Group Retained Profit	26,118	28,519

## 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 August 2016.