

Unaudited Condensed Consolidated Statement of Comprehensive Income
For the First Quarter Ended 30 September 2013

	Current Quarter 3 Months Ended		Cumulative Quarter 3 Months Ended	
	30 Sept 2013 Unaudited RM'000	30 Sept 2012 Unaudited RM'000	30 Sept 2013 Unaudited RM'000	30 Sept 2012 Unaudited RM'000
1 Continuing Operations				
Revenue	41,358	43,340	41,358	43,340
Operating expenses	(32,466)	(40,577)	(32,466)	(40,577)
Other income	3,162	3,339	3,162	3,339
Other expenses	(10,219)	(20,047)	(10,219)	(20,047)
Operating profit/(loss)	1,835	(13,945)	1,835	(13,945)
Finance costs	(4,824)	(4,387)	(4,824)	(4,387)
(Loss)/profit before tax	(2,989)	(18,332)	(2,989)	(18,332)
Income tax expense	(292)	(1,962)	(292)	(1,962)
Loss net of tax	(3,281)	(20,294)	(3,281)	(20,294)
Other Comprehensive loss				
Foreign currency translation	181	(3)	181	(3)
Total Comprehensive loss for the period	(3,100)	(20,297)	(3,100)	(20,297)
Loss attributable to:				
Owners of the parent	(3,436)	(19,835)	(3,436)	(19,835)
Non-controlling interests	155	(459)	155	(459)
	(3,281)	(20,294)	(3,281)	(20,294)
Total Comprehensive loss attributable to:				
Owners of the parent	(3,255)	(19,838)	(3,255)	(19,838)
Non-controlling interests	155	(459)	155	(459)
	(3,100)	(20,297)	(3,100)	(20,297)
2 Loss per share attributable to owners of the parent (sen)				
Basic/diluted	(0.3)	(2.6)	(0.3)	(2.6)

Unaudited Condensed Consolidated Statement of Financial Position
As at 30 September 2013

	30 Sept 2013 Unaudited RM'000	30 June 2013 Audited RM'000
ASSETS		
Non-Current Assets		
Property, plant and equipment	4,907	4,935
Land held for property development	217,760	217,739
Investment properties	255,350	255,350
Investment in associates	-	-
	478,017	478,024
Current Assets		
Property development costs	37,471	37,470
Inventories	10,824	10,852
Amount due from associates, net	227	227
Amount due from affiliated companies, net	-	788
Trade and other receivables	159,237	149,772
Investment in securities	17,344	17,658
Cash and bank balances	31,969	34,236
	257,072	251,003
TOTAL ASSETS	735,089	729,027
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	1,023,432	1,023,432
Other Reserves	(219,369)	(219,550)
Accumulated losses	(477,770)	(474,334)
	326,293	329,548
Non-controlling interests	38,367	38,212
TOTAL EQUITY	364,660	367,760
Non-Current Liabilities		
Loans and borrowings	175,478	177,994
Deferred tax liabilities	359	358
	175,837	178,352
Current Liabilities		
Trade and other payables	125,040	110,138
Amount due to affiliated companies, net	1,486	922
Loans and borrowings	63,164	63,672
Tax payable	4,902	8,183
	194,592	182,915
TOTAL LIABILITIES	370,429	361,267
TOTAL EQUITY AND LIABILITIES	735,089	729,027
Net assets per share attributable to owners of the parent (RM)	0.32	0.32

The Unaudited Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements .

OLYMPIA INDUSTRIES BERHAD

(Company no. 63826-U)

Unaudited Condensed Consolidated Statement of Changes in Equity
 For the Period Ended 30 September 2013

	Attributable to owners of the parent					Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	*Other Reserves RM'000	Merger Deficit RM'000	Accumulated Losses RM'000	Total RM'000		
Balance at 1 July 2013	1,023,432	14,334	(233,884)	(474,334)	329,548	38,212	367,760
Total Comprehensive Loss	-	181	-	(3,436)	(3,255)	155	(3,100)
Balance at 30 September 2013	1,023,432	14,515	(233,884)	(477,770)	326,293	38,367	364,660

***Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
	Balance at 1 July 2013	84	11,018	1,632	1,600
Total Comprehensive Loss	-	-	181	-	181
Balance at 30 September 2013	84	11,018	1,813	1,600	14,515

Unaudited Condensed Consolidated Statement of Changes in Equity
 For the Corresponding Period Ended 30 September 2012

	Attributable to owners of the parent							Non-Controlling Interests RM'000	Total Equity RM'000	
	Share Capital RM'000	Non-distributable reserves				Merger Deficit RM'000	Accumulated Losses RM'000			Total RM'000
		*Other Reserves RM'000	Equity component of		ICB RM'000					
		ICULS RM'000								
Balance at 1 July 2012	754,485	9,245	280,824	7	(233,884)	(397,309)	413,368	40,428	453,796	
Total Comprehensive Loss	-	(3)	-	-	-	(19,835)	(19,838)	(459)	(20,297)	
Balance at 30 September 2012	754,485	9,242	280,824	7	(233,884)	(417,144)	393,530	39,969	433,499	

***Other Reserves**

	Asset Revaluation Reserve RM'000	Share Premium RM'000	Foreign Currency Translation Reserve RM'000	**Capital Reserve RM'000	Total RM'000
	Balance at 1 July 2012	84	5,950	1,611	1,600
Total Comprehensive Loss	-	-	(3)	-	(3)
Balance at 30 September 2012	84	5,950	1,608	1,600	9,242

** The capital reserve arose from the issuance of shares in a subsidiary at a premium to minority shareholders.

* Other reserves represent non-distributable reserves

OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

**Unaudited Condensed Consolidated Statement of Cash Flows
For the Period Ended 30 September 2013**

	3 Months Ended	
	30 Sept 2013 Unaudited RM'000	30 Sept 2012 Unaudited RM'000
Operating Activities		
Loss before tax	(2,989)	(18,332)
<u>Adjustments for :-</u>		
Interest income from:		
- fixed deposits	(468)	(451)
- unwinding of discount on long term receivables	-	(1,911)
Unrealised foreign exchange loss	14	-
Dividend income	(114)	(120)
Net loss/(gain) on fair value changes on investment securities	5	2
Impairment loss on receivables	28	34
Depreciation on property, plant and equipment	258	326
Property, plant and equipment written off	1	-
Impairment loss on land held for property development	-	18,988
Impairment loss on investment in associates	-	233
Amortisation of transaction costs on borrowings	2,697	827
Finance costs	4,824	4,387
Other non-cash items	-	(1)
	7,245	22,314
Operating cash flows before changes in working capital	4,256	3,982
<u>Changes in working capital</u>		
Increase in property development costs	(25)	(254)
Increase in land held for property development	-	(94)
Decrease/(increase) in inventories	28	(135)
(Increase)/decrease in receivables	(9,315)	19,667
Net changes in affiliated companies	1,354	-
Increase/(decrease) in payables	14,801	(28,832)
Total changes in working capital	6,843	(9,648)
Cash flows from/(used in) operating activities	11,099	(5,666)
Interest paid	(4,824)	(3,269)
Income taxes paid	(3,574)	(1,048)
Net cash flows from/(used in) operating activities	2,701	(9,983)
Investing Activities		
Purchase of property, plant and equipment	(203)	(484)
Proceeds from disposal of investment securities	14,488	2,064
Purchase of investment securities	(14,179)	-
Interest received	468	451
Dividend received	114	120
Net cash flows from investing activities	688	2,151
Financing Activities		
Proceeds from borrowings	-	751
Repayment of borrowings	(5,668)	-
Net movement in trust monies for dealers' representatives	(17)	-
Net movement in fixed deposits with licensed banks	88	-
Repayment of hire purchase payables	(76)	(93)
Net cash flows (used in)/from financing activities	(5,673)	658
Net decrease in Cash and Cash Equivalents	(2,284)	(7,174)
Cash and Cash Equivalents at beginning of period	32,403	33,497
Cash and Cash Equivalents at end of the period	30,119	26,323
Cash and cash equivalents at the end of the financial period comprise the following:		
	RM'000	RM'000
Deposits with financial institutions	22,924	17,380
Cash and bank balances	7,195	8,943
	30,119	26,323

The Unaudited Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2013 and the accompanying explanatory notes attached to the Interim Financial Statements .

OLYMPIA INDUSTRIES BERHAD

(Company no. 63026-U)

Notes To The Unaudited Interim Financial Statements For The Period Ended 30 September 2013

Part A - Explanatory Notes Pursuant to FRS 134

A1 Basis of Preparation

The Interim Financial Statements are unaudited and have been prepared in accordance with the requirement of MFRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2013. These explanatory notes attached to the interim financial statements 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 year ended 30 June 2013.

A2 Changes in Accounting Policies

The accounting policies and methods of computation for the Interim Financial Statements are consistent with those adopted for the annual audited financial statements ended 30 June 2013 except for the following standards and interpretations that are applicable to the Group's operations with effective from 1 July 2013:

Amendments to MFRS 101: Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)

MFRS 3: Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)

MFRS 10: Consolidated Financial Statements

MFRS 11: Joint Arrangements

MFRS 12: Disclosures of Interests in Other Entities

MFRS 13: Fair Value Measurement

MFRS 119: Employee Benefits (revised)

MFRS 127: Separate Financial Statements

MFRS 128: Investments in Associates and Joint Ventures

Amendments to IC Interpretation 2: Members' shares in Co-operative Entities and Similar Instruments (Annual Improvements 2009-2011 Cycle)

IC Interpretation 20: Stripping Costs in the Production Phase of a Surface Mine

Amendments to MFRS 7: Financial Instruments: Disclosure-Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards-Government Standards-Government Loans

Amendments to MFRS 116: Property, Plant and (Annual Improvements 2009-2011 Cycle)

Amendments to MFRS 132: Financial Instruments: Presentation (Annual Improvements 2009-2011 Cycle)

Adoption of the the above standards and interpretations are expected to have no significant impact on the financial statements of the Group.

A3 Auditors' Report on Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 30 June 2013 was not qualified.

A4 Comments about Seasonal or Cyclical Factors

The Group's business operations are not significantly affected by any seasonal and cyclical factors.

A5 Unusual Items due to their Nature, Size or Incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period to date.

A6 Changes in Estimates

There were no material changes in estimates of amounts reported in prior quarters of the current financial year or changes in estimates of amounts reported in prior financial years that have a material effect in the current quarter.

A7 Dividend Paid

No dividend has been paid and/or recommended for the current financial period to date.

A8 Segmental Information

Results for 3 months ended 30 September 2013

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External customers	3,465	-	32,482	5,411	-	41,358
Inter-segment	-	-	2,024	1,558	(3,582)	-
Total revenue	3,465	-	34,506	6,969	(3,582)	41,358
Results						
Segment results	548	(953)	2,838	2,061	(2,659)	1,835
Finance costs	-	(3,847)	(1)	(3,633)	2,657	(4,824)
Profit/(loss) before tax	548	(4,800)	2,837	(1,572)	(2)	(2,989)
Income tax expense	-	-	-	(292)	-	(292)
Profit/(loss) for the year	548	(4,800)	2,837	(1,864)	(2)	(3,281)

Comparative results for 3 months ended 30 September 2012

	Financial Services	Property Development	Gaming	Investment Holding and others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
External customers	1,645	-	35,386	6,309	-	43,340
Inter-segment	-	-	2,198	1,536	(3,734)	-
Total revenue	1,645	-	37,584	7,845	(3,734)	43,340
Results						
Segment results	(1,492)	(20,111)	4,123	5,876	(2,341)	(13,945)
Finance costs	-	(2,487)	(2)	(4,382)	2,484	(4,387)
Profit/(loss) before tax	(1,492)	(22,598)	4,121	1,494	143	(18,332)
Income tax expense	(149)	-	(1,086)	(280)	(447)	(1,962)
Profit/(loss) for the year	(1,641)	(22,598)	3,035	1,214	(304)	(20,294)

A9 Carrying Amount of Revalued Assets

The valuations of property, plant and equipment have been brought forward without amendment from the financial statements for the financial year ended 30 June 2013.

A10 Subsequent Events

On 1 November 2013, the Company entered into a Sale and Purchase Agreement with Multi Eternity Sdn Bhd for the disposal of 100% equity interest in Harta Sekata Sdn Bhd ("HSSB") consisting of 128,210 ordinary shares of RM1.00 each for a total sale consideration of RM16,000,000 ("Proposed Disposal").

Upon completion of the Proposed Disposal, HSSB will cease to be a subsidiary of the Company.

Other than the above, there were no material events subsequent to the end of the quarter ended 30 September 2013.

A11 Changes in Composition of the Group

On 20 September 2013, Global Administration Sdn Bhd ("GASB"), a wholly-owned subsidiary of the Company was disposed to Dairy Maid Resort & Recreation Sdn Bhd ("DMRR") for a total consideration of RM2.00.

DMRR is a wholly-owned subsidiary of the Company.

On 11 October 2013, GASB changed its name as Dairy Maid Resort & Recreation Property Services Sdn Bhd.

Other than the above, there were no changes in the composition of the Group during the quarter ended 30 September 2013.

A12 Changes in Contingent Liabilities and Contingent Assets

There were no changes in other contingent liabilities and contingent assets since the last statement of financial position as at 30 June 2013.

A13 Capital Commitments

There is no Capital Commitments contracted but not provided for in the interim financial statements as at 30 September 2013.

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Bhd

B1 Performance Review

For the first 3 months Quarter

The Group's revenue declined by RM2.0 million to RM41.3 million from RM43.3 million in the previous year's corresponding quarter and this was mainly due to lower revenue from the gaming and investment holding divisions as compared to previous year. Gaming division remained the main contributor to the Group, which contributed RM32.5 million or 78% revenue to the Group for the quarter.

The Group reported a loss before tax of RM3.0 million as compared to a loss before tax of RM18.3 million in the previous year. This was mainly due to impairment loss in property development division amounting to RM17.5 million in previous year corresponding quarter.

B2 Comparison with Preceding Quarter's Results

The Group's current quarter loss before tax was recorded at RM3.0 million as compared to an operating loss of RM18.9 million in the preceding quarter. It was due to impairment loss on land held for property development accounted for in property development division amounting to RM17.5 million in preceding quarter.

B3 Commentary on Prospects

Taking into consideration the uncertainty of global economy, the Group's result for the financial year ending 30 June 2014 is expected to be better than previous financial year. The gaming division and financial services division are expected to improve its profits by maintaining its market share.

B4 Variance from Profit Forecast/Profit Guarantee

Not applicable in this quarterly report.

B5 Income Tax Expense

Tax charges/credits comprise:

	Current quarter 3 months ended 30 Sept 2013 RM'000	Cumulative quarter 3 months ended 30 Sept 2013 RM'000
Current tax expense	292	292
Deferred tax expense	-	-
Total income tax expense	<u>292</u>	<u>292</u>

The Group's effective tax rate for the current quarter and cumulative year-to-date was higher than the statutory tax rate principally due to losses in certain subsidiaries that are not available for set-off against taxable profits in other subsidiaries within the Group and the certain interest expense and other expenses which were not allowed for tax deduction.

B6 Loss before tax

Included in the (loss)/profit before tax is arrived after charging/(crediting) the following items:

	Current Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30 Sept 2013 RM"000	30 Sept 2012 RM"000	30 Sept 2013 RM"000	30 Sept 2012 RM"000
Interest income	(468)	(2,362)	(468)	(2,362)
Unrealised foreign exchange loss	14	-	14	-
Interest expense	4,824	4,387	4,824	4,387
Dividend income	(114)	(120)	(114)	(120)
Net fair value changes on investment securities	5	2	5	2
Depreciation on property, plant and equipment	258	326	258	326
Property, plant and equipment written off	1	-	1	-
Impairment loss on receivables	28	34	28	34
Amortisation of transaction costs on borrowings	2,697	827	2,697	827
Impairment loss on investment in associates	-	233	-	233
Impairment loss on land held for property development	-	18,988	-	18,988

B7 Loss Per Share**(a) Basic**

Basic loss per share amount is calculated by dividing loss for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period.

	Current Quarter 3 months ended		Cumulative Quarter 3 months ended	
	30 Sept 2013	30 Sept 2012	30 Sept 2013	30 Sept 2012
Loss net of tax attributable to owners of parent (RM'000)	(3,436)	(19,835)	(3,436)	(19,835)
Weighted average number of ordinary shares in issue ('000)	1,023,432	754,485	1,023,432	754,485
Basic loss per share (Sen)	(0.3)	(2.6)	(0.3)	(2.6)

B8 Corporate Proposals

There were no corporate proposals announced during the quarter under review.

B9 Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this report.

B10 Material Litigation

The list of material litigation is attached as Annexure 1.

B11 Dividend Payable

No ordinary dividend has been declared for the financial period ended 30 September 2013 (30 September 2012: Nil).

B12 Interest-bearing Loans and Borrowings

As at 30 September 2013, the Group borrowings are as follows :

	Secured Short Term Borrowings	Secured Long Term Borrowings	Total
	RM'000	RM'000	RM'000
Term loans/Restructured term loans	62,109	175,128	237,237
Bank overdraft	785	-	785
Hire purchase payables	270	350	620
	<u>63,164</u>	<u>175,478</u>	<u>238,642</u>

B13 Breakdown of Realised and Unrealised Accumulated Losses

	Current Quarter Ended 30 Sept 2013 RM'000	Previous Financial Year Ended 30 June 2013 RM'000
Total accumulated losses of the Company and its subsidiaries:		
- Realised	(1,895,851)	(1,892,830)
- Unrealised	43,608	43,659
	<u>(1,852,243)</u>	<u>(1,849,171)</u>
Total share of retained earnings from associates:		
- Realised	0	287
	<u>(1,852,243)</u>	<u>(1,848,884)</u>
Add: Consolidation Adjustments	1,374,473	1,374,550
Accumulated losses as per financial statements	<u>(477,770)</u>	<u>(474,334)</u>

On behalf of the Board
OLYMPIA INDUSTRIES BERHAD

Lim Yoke Si
Company Secretary

Kuala Lumpur
28 November 2013