

**OLYMPIA INDUSTRIES BERHAD**  
(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME  
FOR THE QUARTER ENDED 31 DECEMBER 2015**

(The figures have not been audited)

	CURRENT		YEAR TO DATE	
	3 Months Ended		18 Months	12 Months
	31.12.2015	31.12.2014	Ended	Ended
		31.12.2015	30.06.2014	
	RM'000	Restated RM'000	RM'000	Restated RM'000
Revenue	35,747	39,266	227,406	171,580
Operating expenses	(38,834)	(31,303)	(195,307)	(140,443)
Other income	2,777	3,131	61,837	25,407
Other expenses	<u>(813)</u>	<u>(5,772)</u>	<u>(40,598)</u>	<u>(34,431)</u>
Operating profit/(loss)	(1,123)	5,322	53,338	22,113
Finance costs	(5,055)	(6,642)	(29,784)	(19,245)
Share of profit/(loss) of associates	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Profit/(Loss) before tax	(6,178)	(1,320)	23,554	2,868
Income tax expense	<u>(3,628)</u>	<u>(515)</u>	<u>(11,080)</u>	<u>(4,869)</u>
Profit/(Loss) for the period	(9,806)	(1,835)	12,474	(2,001)
Other comprehensive income/(loss):				
Foreign currency translation	<u>(117)</u>	<u>229</u>	<u>1,441</u>	<u>97</u>
Total comprehensive income/(loss) for the period	<u>(9,923)</u>	<u>(1,606)</u>	<u>13,915</u>	<u>(1,904)</u>
Profit/(Loss) attributable to:				
Owners of the Company	(9,710)	(2,192)	13,070	(1,409)
Non-controlling interests	<u>(96)</u>	<u>357</u>	<u>(596)</u>	<u>(592)</u>
	<u>(9,806)</u>	<u>(1,835)</u>	<u>12,474</u>	<u>(2,001)</u>
Total comprehensive income/(loss) attributable to:				
Owners of the Company	(9,827)	(1,963)	14,511	(1,312)
Non-controlling interests	<u>(96)</u>	<u>357</u>	<u>(596)</u>	<u>(592)</u>
	<u>(9,923)</u>	<u>(1,606)</u>	<u>13,915</u>	<u>(1,904)</u>
<b>Earnings/(Loss) per share attributable to owners of the Company:</b>				
Basic (Sen)	<u>(0.9)</u>	<u>(0.4)</u>	<u>1.3</u>	<u>(0.1)</u>
Diluted (Sen)	<u>(0.9)</u>	<u>(0.4)</u>	<u>1.3</u>	<u>(0.1)</u>

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the Interim Financial Statements

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
FOR THE QUARTER ENDED 31 DECEMBER 2015**

(The figures have not been audited)

	As at 31.12.2015 RM'000 Unaudited	As at 30.06.2014 RM'000 Restated
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	15,892	18,272
Land held for property development	201,230	201,375
Investment properties	300,280	260,280
Investment in associates	-	-
	517,402	479,927
<b>Current assets</b>		
Property development costs	40,467	37,482
Inventories	62,269	10,940
Amount due from associates	246	231
Amount due from affiliated companies	2,449	397
Trade and other receivables	64,533	107,111
Investment in securities	11,953	11,249
Tax refundable	(288)	-
Cash and bank balances	54,104	39,326
	235,733	206,736
<b>TOTAL ASSETS</b>	<b>753,135</b>	<b>686,663</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share Capital	1,023,432	1,023,432
Other Reserves	15,789	14,347
Merger deficit	(233,884)	(233,884)
Accumulated losses	(455,924)	(468,994)
	349,413	334,901
Non-controlling interests	37,023	37,620
<b>Total equity</b>	<b>386,436</b>	<b>372,521</b>
<b>Non-current liabilities</b>		
Loans and borrowings	54,882	109,451
Deferred tax liabilities	1,152	485
	56,034	109,936
<b>Current liabilities</b>		
Amount due to associates	6	-
Amount due to affiliated companies	17,362	5,033
Trade and other payables	89,380	72,044
Loans and borrowings	197,384	121,030
Tax payable	6,533	6,099
	310,665	204,206
Total liabilities	366,699	314,142
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>753,135</b>	<b>686,663</b>
Net assets per share attributable to owners of the Company (RM)	0.34	0.33

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2014 and the accompanying explanatory notes to the Interim Financial Statements

**OLYMPIA INDUSTRIES BERHAD**  
(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED 31 DECEMBER 2015**

(The figures have not been audited)

	-----Attributable to owners of the Company -----					Non- Controlling Interests RM'000	Equity RM'000
	Share Capital RM'000	----Non-distributable ----		Accumulated Losses RM'000	Total RM'000		
		Other Reserves RM'000	Merger Deficit RM'000				
<b>Balance at 1 July 2014, as previously reported</b>	1,023,432	14,431	(233,884)	(477,393)	326,586	37,620	364,206
Prior year adjustments		(84)		8,399	8,315		8,315
<b>Balance at 1 July 2014, as restated</b>	1,023,432	14,347	(233,884)	(468,994)	334,901	37,620	372,521
Total comprehensive income/(loss)	-	1,442	-	13,070	14,512	(317)	14,195
	1,023,432	15,789	(233,884)	(455,924)	349,413	37,303	386,716
<b>Transactions with owners</b>							
Acquisition of non-controlling interest	-	-	-	-	-	(280)	(280)
Loss on acquisition of non-controlling interest	-	-	-	-	-	-	-
	-	-	-	-	-	(280)	(280)
<b>Balance at 31 December 2015</b>	1,023,432	15,789	(233,884)	(455,924)	349,413	37,023	386,436
	-	-	-	-			
<b>Balance at 1 July 2013, as previously reported</b>	1,023,432	14,334	(233,884)	(474,334)	329,548	38,212	367,760
Prior year adjustments		(84)		84	-		-
<b>Balance at 1 July 2013, as restated</b>	1,023,432	14,250	(233,884)	(474,250)	329,548	38,212	367,760
Total comprehensive income/(loss)	-	97	-	(3,059)	(2,962)	(592)	(3,554)
<b>Balance at 30 June 2014</b>	1,023,432	14,347	(233,884)	(477,309)	326,586	37,620	364,206

**OLYMPIA INDUSTRIES BERHAD**

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE QUARTER ENDED 31 DECEMBER 2015**

(The figures have not been audited)

**Breakdown of - Other Reserves**

	<b>Asset Revaluation Reserve RM'000</b>	<b>Share Premium RM'000</b>	<b>Foreign Currency Translation Reserve RM'000</b>	<b>Capital Reserve RM'000</b>	<b>Total RM'000</b>
<b>Balance at 1 July 2014, as previously reported</b>	-	11,018	1,729	1,600	14,347
Total comprehensive income/(loss)	-	-	1,442	-	1,442
<b>Balance at 31 December 2015</b>	-	11,018	3,171	1,600	15,789
<b>Balance at 1 July 2013, as previously reported</b>	84	11,018	1,632	1,600	14,334
Prior year adjustments	(84)				(84)
<b>Balance at 1 July 2013, as restated</b>	-	11,018	1,632	1,600	14,250
Total comprehensive income/(loss)	-	-	97	-	97
<b>Balance at 30 June 2014</b>	-	11,018	1,729	1,600	14,347

**OLYMPIA INDUSTRIES BERHAD**

(Company No. 63026-U)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

**FOR THE QUARTER ENDED 31 DECEMBER 2015**

(The figures have not been audited)

	<b>18 Months Ended 31.12.2015 RM'000</b>	<b>12 Months Ended 30.06.2014 RM'000 Restated</b>
<b>Cash flows from operating activities</b>		
Profit before tax	23,554	2,868
Adjustments for non-cash items:		
Impairment loss on receivables	-	2,323
Reversal of impairment loss on receivables	(634)	(2,321)
Gain on disposal of investment in subsidiary	-	(5,807)
Fair value gain on investment properties	(40,000)	(430)
Net loss/(gain) on fair value changes of investment securities	-	(8)
Loss on disposal of investment securities	2	-
Amortisation of transaction cost on borrowings	1,939	1,936
Depreciation of property, plant and equipment	5,990	2,107
Property, plant and equipment written off	309	3
Gain on disposal of property, plant and equipment	(285)	(1)
Unrealised loss on foreign exchange	23	22
Dividend income	(542)	(398)
Interest income from:		
- fixed deposits and others	(5,299)	(1,976)
- unwinding of discount on long term receivables	(5,551)	(5,832)
Finance costs	29,784	19,245
	<u>(14,264)</u>	<u>8,863</u>
<b>Operating profit before working capital changes</b>	9,290	11,731
Changes in working capital		
(Increase)/Decrease in land held for property development	144	(12)
(Increase)/Decrease in property development costs	(2,986)	(50)
Decrease/(Increase) in inventories	(51,327)	(88)
(Increase)/Decrease in receivables	48,754	34,455
Net changes in the balances with associated companies	(9)	(4)
Net changes in the balances with affiliated companies	10,277	4,502
Increase/(decrease) in payables	17,172	(12,706)
	<u>22,025</u>	<u>26,097</u>
<b>Cash generated from operations</b>	31,315	37,828
Interest received	5,299	1,976
Interest paid	(29,784)	(19,245)
Tax paid	(9,690)	(6,506)
<b>Net cash generated from operating activities</b>	<u>(2,860)</u>	<u>14,053</u>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(4,144)	(15,436)
Purchase of investment properties	-	(4,500)
Proceeds from disposal of property, plant and equipment	651	2
Proceeds from disposal of subsidiary company	-	16,000
Proceeds from disposal of investment securities	54,578	56,089
Purchase of investment securities	(55,283)	(49,680)
Dividend received	542	398
<b>Net cash (used in)/generated from investing activities</b>	<u>(3,656)</u>	<u>2,873</u>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE QUARTER ENDED 31 DECEMBER 2015**  
**(The figures have not been audited)**

	<b>18 Months Ended</b> <b>31.12.2015</b> <b>RM'000</b>	<b>12 Months Ended</b> <b>30.6.2014</b> <b>RM'000</b> <b>(Restated)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	92,332	34,152
Repayment of borrowings	(72,812)	(47,044)
Repayment of hire purchase payables	326	(229)
Net movement in trust monies for dealers' representatives	(185)	340
Net movement in securities placed with licensed bank	(2,566)	(601)
Net movement in fixed deposits with licensed banks	628	(7,014)
<b>Net cash generated from/(used in) financing activities</b>	<b>17,723</b>	<b>(20,396)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>11,207</b>	<b>(3,470)</b>
<b>Effect of exchange rate changes</b>	<b>711</b>	<b>29</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>28,962</b>	<b>32,403</b>
<b>Cash and cash equivalents at end of the period</b>	<b>40,880</b>	<b>28,962</b>

Cash and cash equivalents at the end of the period comprise the following:

	<b>18 Months Ended</b> <b>31.12.2015</b> <b>RM'000</b>	<b>12 Months Ended</b> <b>30.6.2014</b> <b>RM'000</b> <b>(Restated)</b>
Deposits with financial institutions	26,685	19,413
Cash and bank balances	14,195	9,549
	<b>40,880</b>	<b>28,962</b>

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2014 and the Notes to the Interim Financial Statements

**A : EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD 134**

**A1. Basis of preparation**

The interim financial statements have been prepared under historical cost convention.

The interim financial statements are unaudited and have been prepared in accordance with the requirements of FRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of the Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 June 2014.

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 Olympia Industries Berhad (“OIB” or “Company”) and its subsidiary companies (hereinafter referred to as the “Group”) since the financial year ended 30 June 2014.

**A2. Change in financial year end**

As announced on 16 October 2015, the Company has changed its financial year end to 31 December 2015. The next audited financial statements shall be for a period of 18 months from 1 July 2014 to 31 December 2015 (“AFS”). The Companies Commission of Malaysia has approved the Company's application for the extension of time of up to 30 June 2016 to hold the AGM for Year 2015 and to present the AFS.

**A3. 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 2014 except for the following standards and interpretations that are applicable to the Group's operations with effective from 1 July 2014:

Amendments to MFRS 10, MFRS 12, MFRS 127 : Investment Entities  
Amendments to MFRS 132 Offsetting Financial Assets and Financial Liabilities  
Amendments to MFRS 136 Recoverable Amount Disclosures for Non-Financial Assets  
Amendments to MFRS 139 Novation of Derivatives and Continuation of Hedge Accounting  
IC Interpretation 21 Levies  
Amendments to MFRS 2 Share-based Payment  
Amendments to MFRS 3 Business Combinations (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 8 Operating Segments (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 116 (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 124 Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 138 Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)  
Amendments to MFRS 3 Business Combinations (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 13 Fair Value Measurement (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 140 Investment Properties (Annual Improvements to MFRSs 2011-2013 Cycle)  
Amendments to MFRS 119 Defined Benefit Plans : Employee Contributions

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

**A4. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the year ended 30 June 2014 was not subject to qualification.

**A5. Comments about seasonal or cyclical factors**

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

**A6. Unusual items due to their nature, size or incidence**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the current quarter under review.

**A7. Changes in estimates**

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

**A8. Debts and equity securities**

There were no issuance, cancellation, repurchase, resale or repayment of debts and equity securities for the current quarter.

**A9. Dividend paid**

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

**A10. Segmental information**

Results for 18 months ended 31 December 2015

	<b>Financial Services RM'000</b>	<b>Property Development RM'000</b>	<b>Gaming RM'000</b>	<b>Investment Holding and Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
External customers	12,634	-	169,693	45,079		227,406
Inter-segment	-	-	10,482	17,218	(27,700)	-
Total revenue	<u>12,634</u>	<u>-</u>	<u>180,175</u>	<u>62,297</u>	<u>(27,700)</u>	<u>227,406</u>
<b>Results</b>						
Segment results	(1,419)	(9,058)	11,410	71,516	(19,111)	53,338
Finance costs	-	(24,753)	(6)	(22,484)	17,459	(29,784)
Profit/(Loss) before tax	(1,419)	(33,811)	11,404	49,032	(1,652)	23,554
Income tax expense	(167)	35	(2,937)	(8,011)	-	(11,080)
Profit/(Loss) for the period	<u>(1,586)</u>	<u>(33,776)</u>	<u>8,467</u>	<u>41,021</u>	<u>(1,652)</u>	<u>12,474</u>



## A10. Segmental information (continued)

Comparative results for 12 months ended 30 June 2014 (Restated)

	<b>Financial Services RM'000</b>	<b>Property Development RM'000</b>	<b>Gaming RM'000</b>	<b>Investment Holding and Others RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
<b>Revenue</b>						
External customers	8,177	-	137,141	26,262	-	171,580
Inter-segment	-	-	8,528	8,705	(17,233)	-
Total revenue	<u>8,177</u>	<u>-</u>	<u>145,669</u>	<u>34,967</u>	<u>(17,233)</u>	<u>171,580</u>
<b>Results</b>						
Segment results	(2,073)	(5,638)	9,691	16,934	3,199	22,113
Finance costs	-	(13,738)	(4)	(16,134)	10,631	(19,245)
Profit/(Loss) before tax	(2,073)	(19,376)	9,687	800	13,830	2,868
Income tax expense	-	255	(2,692)	(2,432)	-	(4,869)
Profit/(Loss) for the period	<u>(2,073)</u>	<u>(19,121)</u>	<u>6,995</u>	<u>(1,632)</u>	<u>13,830</u>	<u>(2,001)</u>

## A11. Valuation of property, plant and equipment

The valuations of property, plant and equipment have been brought forward from the financial statements for the year ended 30 June 2014. During the year, Menara Olympia and its adjoining leased car park ("Properties") of Dairy Maid Resort & Recreation Sdn Bhd ("DMRR") was revalued to reflect the fair value of the Properties in accordance with Malaysian Financial Reporting Standards ("MFRS") 140: Investment Properties. DMRR is a wholly-owned subsidiary of the Company. The fair value gain has been incorporated in the current year's income statement.

The valuation was carried out by independent firm of professional valuer, Cheston International (KL) Sdn Bhd, using Investment and Comparison methods.

## A12. Subsequent events

There were no material events subsequent to the end of the quarter ended 31 December 2015.

## A13. Changes in composition of the Group

There were no changes in the composition of the Group during the quarter ended 31 December 2015.

## A14. 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 2014.

**A15. Capital commitments**

There were no capital commitments contracted but not provided for in the interim financial statements as at 31 December 2015.

**A16. Prior year adjustments**

	<b>As previously stated RM'000</b>	<b>Adjustments RM'000</b>	<b>As restated RM'000</b>
<b>Financial year ended 30 June 2014</b>			
<b>Condensed Consolidated Statement of Comprehensive Income</b>			
Other expenses	(36,768)	2,337	(34,431)
Income tax expense	(4,182)	(687)	(4,869)
Loss after tax	(3,651)	1,650	(2,001)
Basic earnings per share (sen)	(0.30)	-	(0.14)
<b>Condensed Consolidated Statement of Financial Position</b>			
As at 30 June 2014			
Trade and other receivables	119,933	(12,822)	107,111
Trade and other payables	93,972	(21,928)	72,044
Tax payable	5,308	791	6,099
Other reserves	14,431	(84)	14,347
Accumulated losses	(477,393)	8,399	(468,994)

During the period, Diriwan Corporation Sdn Bhd, a wholly owned subsidiary of the Company, restated the Statement of comprehensive income for the year ended 30 June 2014 due to the reversal of lease rentals of RM2.75 million on the expiry of the Tambalang Race Course Memorandum of Sub-Lease agreement in August 2013.

**B1. Performance review**

**Quarter 6 FY 2015 vs Quarter 4 FY 2014**

The Group reported a consolidated revenue of RM35.7 million for the current quarter under review as compared to RM39.3 million in the previous year's corresponding quarter, down by 9.0% or a drop of RM3.5 million of the Group's revenue driven by lower revenue from the gaming division. However improvement in payout ratio mitigated the lower turnover of the gaming division. Despite the decline, gaming division remains the main contributor of the Group, which contributed 73.0% or RM26.1 million of total revenue to the Group for the quarter.

The Group reported a lower loss before tax of RM6.2 million for this quarter as compared to RM1.3 million in the previous year's corresponding quarter.

The variance of lower loss in comparing both financial quarters is due mainly to:

- i) Property development segment – higher loss due to increase in operating expenses.
- ii) Financial services division – lower profits due to RM1.4 million bad debts recovered in the previous year corresponding quarter.
- iii) Gaming division – lower profits due to lower average sales per draw, despite improvement in payout ratio from 62.0% to 59.6%.
- iv) Investment Holding segment – lower profit due to higher provisions for operating expenses.

**YTD (18 months) Q6 FY 2015 vs YTD (12 months) Q4 2014**

The Group reported a profit before tax of RM23.6 million as compared to a profit before tax of RM2.9 million for the current period under review.

The variance of loss/profit before tax of the Group is mainly due to:

- i) Gain on disposal of a subsidiary company Harta Sekata Sdn Bhd in previous year's Quarter 2 amounted to RM5.3 million
- ii) Gain on disposal of a subsidiary company Miles And Miles Leisure Sdn Bhd in previous year's Quarter 3 amounted to RM5.5 million
- iii) Investment Holding segment – due to the rising cost of borrowings
- iv) Fair value gain of RM14.25 million (net of deferred tax) arising from the revaluation of Menara Olympia and the adjoining leased carpark of Dairy Maid Resort & Recreation Sdn. Bhd.
- v) Reversal of impairment loss on investment property of RM25 million.
- vi) Financial services division – lower profits due to RM1.4 million bad debts recovered in the previous year corresponding quarter.

**B2. Comparison with preceding quarter's results**

**Quarter 6 FY 2015 vs Quarter 5 FY 2015**

The Group recorded a loss before tax of RM6.2 million for the current quarter as compared to loss before tax of RM2.9 million in the immediate preceding quarter.

This is mainly due to:

- i) Gaming segment – the segment recorded lower profit before tax of RM1.2 million as compared to RM4.8 million in the immediate preceding quarter due to lower average sales per draw.

### B3. Commentary of prospects

With the current global economic and political uncertainties, the Group's results for the coming year are expected to be impacted by interest rates and the weakening currency. However, despite the various uncertainties, Gaming division and Investment holding division are expected to sustain the present level of performance for the next financial year ending 31 December 2016.

### B4. Profit forecast and profit guarantee

The Group has not issued any profit forecast or profit guarantee during the current quarter under review.

### B5. Taxation

	<b>Current Quarter 3 Months 31.12.2015 RM'000</b>	<b>Cumulative Quarter 18 Months 31.12.2015 RM'000</b>
Income tax:		
Malaysian	(3,607)	(10,345)
Overseas	(49)	(91)
Deferred tax:		
Malaysian	28	(644)
Overseas	-	-
Total	<u>(3,628)</u>	<u>(11,080)</u>

The Group's effective tax rate is higher than the statutory tax rate due to losses in certain subsidiaries that are not available for set-off against taxable profits in other subsidiaries within the Group.

### B6. Corporate proposals

On 16 December 2015, the Company announced to undertake the following Proposals :-

- (i) proposed reduction of the issued and paid-up share capital of the Company pursuant to Section 64 of the Companies Act, 1965 involving the cancellation of RM0.90 of the existing par value of each existing ordinary share of RM1.00 each in the Company ("Proposed Par Value Reduction"); and
- (ii) proposed amendments to the Memorandum and Articles of Association of the Company.

The Proposals were subsequently approved by the shareholders of the Company at an Extraordinary General Meeting held on 29 January 2016. The Proposed Par Value Reduction is now pending the sanction of the High Court of Malaya ("Court"). The Court hearing date is set for 3 March 2016.

Other than as mentioned above, there were no corporate proposals announced or not completed as at the date of this report.

**B7. Borrowings and debt securities**

----- As at 31.12.2015 -----			
<b>Group borrowings</b>	<b>Secured RM'000</b>	<b>Unsecured RM'000</b>	<b>Total RM'000</b>
<b>Short term</b>			
Term loans	197,384	-	197,384
Bank overdrafts	-	-	-
Hire purchase payables	-	-	-
	197,384	-	197,384
<b>Long term</b>			
Term loans	54,882	-	54,882
Hire purchase payables	-	-	-
	54,882	-	54,882
	<u>252,266</u>	<u>-</u>	<u>252,266</u>

All borrowings are denominated in Ringgit Malaysia.

**B8. Changes in material litigation**

The list of material litigation is announced to Bursa Malaysia together with this Interim Financial Report. Other than as disclosed in the attached list of material litigation, there are no material litigations that have material effect to the Group at the date of this report.

**B9. Off balance sheet financial instruments**

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

**B10. Dividend payable**

No dividend has been declared for the financial period ended 31 December 2015.

**B11. Notes to the condensed consolidated statement of comprehensive income**

The following amount have been credited/(charged) in arriving at profit/(loss) before tax:

	Quarter ended		Financial period ended	
	31.12.2015 RM'000	31.12.2014 RM'000 (Restated)	31.12.2015 RM'000	30.06.2014 RM'000 (Restated)
Interest income	1,084	1,687	5,299	7,808
Interest expense	(5,055)	(6,643)	(29,784)	(19,245)
Dividend income	92	92	542	398
Depreciation on property, plant and equipment	(1,030)	(970)	(5,990)	(2,107)
Property, plant and equipment written off	-	1	(309)	(3)
Gain on disposal of property, plant and equipment	154	-	285	1
Unrealised loss on foreign exchange	-	-	-	(22)
Gain on disposal of investment in subsidiary	-	-	-	5,807
Fair value gain on investment properties	-	-	40,000	430
Amortisation of transaction costs on borrowings	(98)	(236)	(1,939)	(1,936)
Gain/(Loss) on fair value changes				
of investment securities	-	(14)	-	8
Impairment loss on receivables	-	3,115	-	(2,323)
Reversal of impairment loss on receivables	3	(1,494)	634	2,321
Reversal of write back of payables	-	-	-	-

**B12. Earnings/(Loss) per share****a) Basic**

The basic earnings/(loss) per share for the quarter and cumulative period to date is computed as follows:

	Quarter ended		Financial period ended	
	31.12.2015	31.12.2014 (Restated)	31.12.2015	30.06.2014 (Restated)
Profit/(Loss) attributable to owners of the Company (RM'000)	(9,710)	(2,192)	13,070	(1,409)
Weighted average number of ordinary shares in issue ('000)	1,023,432	1,023,432	1,023,432	1,023,432
Earnings/(Loss) per share (Sen)	(0.9)	(0.2)	1.3	(0.1)

**b) Diluted**

As there are no potential dilutive ordinary shares outstanding at reporting date, the diluted earnings per share is the same as the basic earnings per share.

**B13. Realised and unrealised profit/losses**

The retained earnings/(accumulated losses) as at reporting date are analysed as follows :

	<b>As at 31.12.2015 RM'000</b>	<b>As at 30.06.2014 RM'000 (Restated)</b>
Holding company and its subsidiaries		
Realised	(1,631,606)	(1,875,241)
Unrealised	83,230	43,876
	(1,548,376)	(1,831,365)
Associated companies		
Realised	-	287
Unrealised	-	-
	(1,548,376)	(1,831,078)
Consolidation adjustments	1,092,452	1,362,084
	(455,924)	(468,994)

On behalf of the Board

**OLYMPIA INDUSTRIES BERHAD**

Lim Yoke Si

Company Secretary

Kuala Lumpur

29 February 2016