

# ONLY WORLD GROUP HOLDINGS BERHAD

(Company No.1033338-K)

## INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

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# ONLY WORLD GROUP HOLDINGS BERHAD (Company No.: 1033338-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

(The figures have not been audited)

	Note	Individual Quarter		Cumulative Quarter	
		Current Year Quarter 31-Dec-2015	Preceding Year Corresponding Quarter 31-Dec-2014	Current Year To Date 31-Dec-2015	Preceding Year Corresponding Period 31-Dec-2014
		RM	RM	RM	RM
REVENUE		28,345,869	24,563,959	51,025,171	43,785,976
COST OF SALES		(15,246,582)	(12,549,646)	(28,717,285)	(23,494,586)
GROSS PROFIT		13,099,287	12,014,313	22,307,886	20,291,390
OTHER INCOME		943,023	192,654	1,582,108	290,157
		14,042,310	12,206,967	23,889,994	20,581,547
SELLING AND DISTRIBUTION EXPENSES		(252,734)	(914,798)	(498,685)	(1,153,831)
ADMINISTRATIVE EXPENSES		(5,463,846)	(5,099,087)	(10,160,316)	(8,508,899)
OTHER EXPENSES		(454,637)	(331,981)	(904,743)	(673,209)
PROFIT FROM OPERATIONS		7,871,093	5,861,101	12,326,250	10,245,608
FINANCE COSTS		(380,496)	(335,336)	(807,205)	(666,899)
PROFIT BEFORE TAXATION	<b>B5</b>	7,490,597	5,525,765	11,519,045	9,578,709
INCOME TAX EXPENSE	<b>B6</b>	(2,054,772)	(1,339,907)	(3,023,177)	(2,332,312)
PROFIT AFTER TAXATION		5,435,825	4,185,858	8,495,868	7,246,397
OTHER COMPREHENSIVE INCOME		-	-	-	-
TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		5,435,825	4,185,858	8,495,868	7,246,397
PROFIT AFTER TAXATION ATTRIBUTABLE TO :-					
- Owners of the Company		5,334,437	4,158,732	8,385,710	7,200,774
- Non-Controlling interests		101,388	27,126	110,158	45,623
		5,435,825	4,185,858	8,495,868	7,246,397
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:-					
- Owners of the Company		5,334,437	4,158,732	8,385,710	7,200,774
- Non-Controlling interests		101,388	27,126	110,158	45,623
		5,435,825	4,185,858	8,495,868	7,246,397
Earnings per share (sen) attributable to Owners of the Company					
- Basic <sup>(1)</sup>	<b>B13</b>	2.88	2.25	4.53	3.89
- Diluted		N/A	N/A	N/A	N/A

Notes:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to these audited financial statements.

N/A Not applicable.

(1) Based on the issued and paid-up share capital of 185,000,000 ordinary shares.

# ONLY WORLD GROUP HOLDINGS BERHAD (Company No.: 1033338-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2015

	UNAUDITED AS AT 31-DEC-2015	AUDITED AS AT 30-JUN-2015
Note	RM	RM
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Investment in unquoted shares	375,000	-
Property, plant and equipment	145,855,536	126,147,921
Trademark	116,486	-
Intangible asset	4,613,937	294,497
Prepaid land lease payments	50,815	51,131
Deferred tax assets	141,000	141,000
	<u>151,152,774</u>	<u>126,634,549</u>
<b>CURRENT ASSETS</b>		
Inventories	1,519,747	1,695,830
Trade receivables	3,727,110	2,952,473
Other receivables, deposits and prepayments	23,598,163	15,759,415
Tax recoverable	2,380,702	2,724,381
Deposits with licensed banks	17,558,218	16,021,244
Cash and bank balances	8,460,505	20,966,248
	<u>57,244,445</u>	<u>60,119,591</u>
<b>TOTAL ASSETS</b>	<b><u>208,397,219</u></b>	<b><u>186,754,140</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	92,500,000	92,500,000
Share premium	19,061,454	19,061,454
Merger deficit	(56,777,171)	(56,777,171)
Revaluation reserve	9,538,719	9,538,719
Capital reserve	1,199,982	1,199,982
Retained profits	82,101,550	78,895,840
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u>147,624,534</u>	<u>144,418,824</u>
NON-CONTROLLING INTERESTS	2,237,856	1,407,324
<b>TOTAL EQUITY</b>	<b><u>149,862,390</u></b>	<b><u>145,826,148</u></b>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	B9 40,421,514	24,855,795
Deferred tax liabilities	2,371,929	2,359,016
Provision	488,862	488,862
	<u>43,282,305</u>	<u>27,703,673</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	2,857,760	2,547,106
Other payables, deposits received and accruals	7,740,088	7,633,982
Amount owing to related parties	4,420	2,698
Short-term borrowings	B9 2,572,632	2,069,354
Provision for taxation	2,077,624	971,179
	<u>15,252,524</u>	<u>13,224,319</u>
<b>TOTAL LIABILITIES</b>	<b><u>58,534,829</u></b>	<b><u>40,927,992</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>208,397,219</u></b>	<b><u>186,754,140</u></b>
<b>Net assets per share (excluding non-controlling interests) (RM)</b>	<u>0.80<sup>(1)</sup></u>	<u>0.78<sup>(1)</sup></u>

Notes:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to these audited financial statements.

(1) Based on the issued and paid-up share capital of 185,000,000 ordinary shares.

# ONLY WORLD GROUP HOLDINGS BERHAD (Company No.: 1033338-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

	<-----NON-DISTRIBUTABLE----->					DISTRIBUTABLE		NON-CONTROLLING INTEREST	TOTAL EQUITY
	SHARE CAPITAL	SHARE PREMIUM	MERGER DEFICIT	REVALUATION RESERVE	CAPITAL RESERVE	RETAINED PROFITS	ATTRIBUTABLE TO OWNERS OF THE GROUP		
	RM	RM	RM	RM	RM	RM	RM		
<b>At 1 July 2014 (audited)</b>	64,295,550	-	(56,777,171)	9,538,719	1,199,982	64,852,018	83,109,098	1,347,211	84,456,309
Profit after taxation/Total comprehensive income for the financial period	-	-	-	-	-	14,043,822	14,043,822	60,113	14,103,935
Transaction with owners of the Company									
- Issuance of shares	28,204,450	21,435,382	-	-	-	-	49,639,832	-	49,639,832
- Shares issuance expenses	-	(2,373,928)	-	-	-	-	(2,373,928)	-	(2,373,928)
<b>At 1 July 2015 (audited)</b>	<b>92,500,000</b>	<b>19,061,454</b>	<b>(56,777,171)</b>	<b>9,538,719</b>	<b>1,199,982</b>	<b>78,895,840</b>	<b>144,418,824</b>	<b>1,407,324</b>	<b>145,826,148</b>
Profit after taxation/Total comprehensive income for the financial period	-	-	-	-	-	8,385,710	8,385,710	110,158	8,495,868
Distribution to owners – Dividend	-	-	-	-	-	(5,180,000)	(5,180,000)	-	(5,180,000)
Acquisition of subsidiary with non-controlling interests	-	-	-	-	-	-	-	720,374	720,374
<b>At 31 December 2015 (not audited)</b>	<b>92,500,000</b>	<b>19,061,454</b>	<b>(56,777,171)</b>	<b>9,538,719</b>	<b>1,199,982</b>	<b>82,101,550</b>	<b>147,624,534</b>	<b>2,237,856</b>	<b>149,862,390</b>

Notes:

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to these audited financial statements.

# ONLY WORLD GROUP HOLDINGS BERHAD (Company No.: 1033338-K)

## UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

(The figures have not been audited)

	Current Year To Date 31-Dec-2015 RM	Preceding Year Corresponding Period 31-Dec-2014 RM
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	11,519,045	9,578,709
<b>Adjustments for:-</b>		
Amortisation	13,896	316
Depreciation of property, plant and equipment	2,922,747	2,058,537
Property, plant and equipment written off	-	1,081,691
Gain on disposal of equipment	-	(5,667)
Interest expense	638,140	624,210
Interest income	(282,326)	(230,693)
Listing expenses	-	341,638
Operating profit before working capital changes	14,811,502	13,448,741
Decrease/(Increase) in inventories	176,091	(134,496)
Increase in trade and other receivables	(7,861,238)	(5,313,477)
Increase in trade and other payables	380,083	2,006,485
<b>CASH FROM OPERATIONS</b>	7,506,438	10,007,253
Income tax refunded	633,743	-
Income tax paid	(2,606,167)	(2,626,163)
Interest paid	(638,140)	(624,210)
Interest received	23,804	37,602
<b>NET CASH FROM OPERATING ACTIVITIES</b>	4,919,678	6,794,482
<b>CASH FLOWS FOR INVESTING ACTIVITIES</b>		
Interest received	258,522	193,091
Placement of deposits pledged to a licensed bank and with maturity period of more than three months	(7,699,849)	-
Purchase of property, plant and equipment	(21,789,731)	(11,519,218)
Acquisition of a subsidiary, net of cash acquired	B7(i) (4,872,960)	-
Proceeds from disposal of equipment	-	5,667
Purchase of unquoted shares	(375,000)	-
<b>NET CASH FOR INVESTING ACTIVITIES</b>	(34,479,018)	(11,320,460)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Gross proceeds from issuance of shares	-	49,639,832
Dividend paid	(5,180,000)	-
Listing expenses paid	-	(2,715,566)
Drawdown of hire purchase payables	150,000	157,000
Repayment of hire purchase obligations	(152,061)	(53,774)
Drawdown of term loans	16,846,871	-
Repayment of term loans	(775,820)	(740,579)
Repayment to related party	1,732	-
<b>NET CASH FROM FINANCING ACTIVITIES</b>	10,890,722	46,286,913
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(18,668,618)	41,760,935
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD</b>	36,987,492	27,909,600
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	18,318,874	69,670,535

(The figures have not been audited)

**ONLY WORLD GROUP HOLDINGS BERHAD** (Company No.: 1033338-K)**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015 (Cont'd)**

	<b>Current Year To Date 31-Dec-2015</b>	<b>Preceding Year Corresponding Period 31-Dec-2014</b>
	<b>RM</b>	<b>RM</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD COMPRISE:-</b>		
- Deposit with licensed banks	17,558,218	27,167,932
- Cash and bank balances	8,460,505	42,502,603
	<u>26,018,723</u>	<u>69,670,535</u>
Less: Deposits pledged with licensed banks	(7,699,849)	-
Less: Deposits with maturity period of more than three months	-	-
	<u>18,318,874</u>	<u>69,670,535</u>

*Notes:*

*The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to these audited financial statements.*

**A1. Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with the Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited Consolidated Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to these audited financial statements.

The group has adopted merger accounting method for the preparation of this Interim Financial Statements.

**A2. Changes in Accounting Policies**

The significant accounting policies adopted are consistent with those as disclosed in the Accountants’ Report in the Prospectus of the Company dated 26 November 2014 except for the adoption of the following new accounting standards and interpretations (including the consequential amendments, if any):-

**MFRSs and IC Interpretations (Including the Consequential Amendments)**

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of Interests in Other Entities

MFRS 13 Fair Value Measurement

MFRS 119 (2011) Employee Benefits

MFRS 127 (2011) Separate Financial Statements

MFRS 128 (2011) Investments in Associates and Joint Ventures

Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 10, MFRS 11 and MFRS 12: Transition Guidance

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

Annual Improvements to MFRSs 2009 – 2011 Cycle

The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Group’s financial statements.

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**A2. Changes in Accounting Policies (*Cont’d*)**

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments, if any) that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the current financial year:-

<b>MFRSs and IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 9 (2009) Financial Instruments	)
MFRS 9 (2010) Financial Instruments	) To be
MFRS 9 Financial Instruments (Hedge Accounting and Amendments to MFRS 7, MFRS 9 and MFRS 139)	) announced ) by MASB
Amendments to MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures	) )
MFRS 14 Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities	1 January 2014
Amendments to MFRS 11 : Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions	1 July 2014
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-financial Assets	1 January 2014
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21 Levies	1 January 2014
Annual Improvements to MFRSs 2010 – 2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011 – 2013 Cycle	1 July 2014

The adoption of the above revised MFRSs, Amendments to MFRSs and IC Interpretation will not have any significant financial impact on the financial position and performance of the Group.

**A3. Auditors' Report on Preceding Annual Financial Statements**

There was no qualification to the audited financial statements of the Company and its subsidiaries for the financial year ended 30 June 2015.

**A4. Seasonal or Cyclical Factors**

Our Group's operations are inherently seasonal in nature. The number of patrons usually increases during weekends and the holiday seasons.

**A5. Item of Unusual Nature**

There were no unusual items affecting the assets, liabilities, equity, net income or cash flow because of their nature, size or incidence for the financial quarter under review.



# ONLY WORLD GROUP HOLDINGS BERHAD (Company No.: 1033338-K)

## INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

### PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

#### A6. Material Changes in Estimates

There were no changes in estimates that have had a material effect in the current quarter and financial year-to-date results.

#### A7. Changes in Debt and Equity Securities

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the current financial quarter except for those disclosed in Note B7.

#### A8. Dividend Paid/Declared

On 26<sup>th</sup> August 2015, the Company has announced a first interim dividend of 2.8 sen per share in respect of the financial year ending 30 June 2016. The first interim dividend was paid on 16 November 2015 to the shareholders whose names appeared in the Record of Depositors on 29 October 2015.

#### A9. Segmental Information

i. The segmental result of the Group for the current financial quarter under review is set out below:

	3 months ended 31-Dec-2015					
	Food Service Operations RM	Amusement and Recreation Operations RM	Other Services RM	Total RM	Consolidated RM	The Group RM
<b>Segment revenue</b>						
- External revenue	19,105,336	6,890,181	2,350,352	28,345,869	-	28,345,869
- Inter segment revenue	2,740,891	-	1,775,240	4,516,131	(4,516,131)	-
Total segment revenue	21,846,227	6,890,181	4,125,592	32,862,000	(4,516,131)	28,345,869
Segment results	3,770,538	2,943,901	776,158	7,490,597	-	7,490,597
Tax expense	-	-	-	-	-	(2,054,772)
Profit for the financial period	-	-	-	-	-	5,435,825

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**ONLY WORLD GROUP HOLDINGS BERHAD** (Company No.: 1033338-K)

**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

**A9. Segmental Information (Cont’d)**

- ii. The segmental result of the Group for the preceding year's corresponding quarter under review is set out below:

	3 months ended 31-Dec-2014					
	Food Service Operations RM	Amusement and Recreation Operations RM	Other Services RM	Total RM	Consolidated RM	The Group RM
<b>Segment revenue</b>						
- External revenue	17,814,051	5,364,989	1,384,919	24,563,959	-	24,563,959
- Inter segment revenue	1,505,850	-	378,757	1,884,607	(1,884,607)	-
Total segment revenue	19,319,901	5,364,989	1,763,676	26,448,566	(1,884,607)	24,563,959
Segment results	4,288,807	1,059,500	177,458	5,525,765	-	5,525,765
Tax expense	-	-	-	-	-	(1,339,907)
Profit for the financial period	-	-	-	-	-	4,185,858

- iii. The segmental result of the Group for the current cumulative financial quarters under review is set out below:

	6 months ended 31-Dec-2015					
	Food Service Operations RM	Amusement and Recreation Operations RM	Other Services RM	Total RM	Consolidated RM	The Group RM
<b>Segment revenue</b>						
- External revenue	36,290,107	10,477,715	4,257,349	51,025,171	-	51,025,171
- Inter segment revenue	5,331,752	-	2,009,927	7,341,679	(7,341,679)	-
Total segment revenue	41,621,859	10,477,715	6,267,276	58,366,850	(7,341,679)	51,025,171
Segment results	5,965,085	3,996,207	1,557,753	11,519,045	-	11,519,045
Tax expense	-	-	-	-	-	(3,023,177)
Profit for the financial period	-	-	-	-	-	8,495,868

**ONLY WORLD GROUP HOLDINGS BERHAD** (Company No.: 1033338-K)**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015****PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING****A9. Segmental Information (Cont’d)**

- iv. The segmental result of the Group for the preceding year's corresponding period under review is set out below:

	6 months ended 31-Dec-2014					
	Food Service Operations RM	Amusement and Recreation Operations RM	Other Services RM	Total RM	Consolidated RM	The Group RM
<b>Segment revenue</b>						
- External revenue	31,752,985	9,406,369	2,626,622	43,785,976	-	43,785,976
- Inter segment revenue	2,847,216	-	626,221	3,473,437	(3,473,437)	-
Total segment revenue	34,600,201	9,406,369	3,252,843	47,259,413	(3,473,437)	43,785,976
Segment results	6,911,296	2,185,376	482,037	9,578,709	-	9,578,709
Tax expense	-	-	-	-	-	(2,332,312)
Profit for the financial period	-	-	-	-	-	7,246,397

**A10. Capital Commitments**

Capital commitment for property and equipment not provided for as at 31 December 2015 are as follows:-

	As at 31 December 2015 RM
<b>Capital expenditure commitments</b>	
Approved and contracted for	
- Renovation work conducted for outlets	115,811,267
Approved but not contracted for	
- Renovation work conducted for outlets	64,188,733

**A11. Material Events Subsequent To the End of the Interim Period**

There were no material events that have occurred from 1 January 2016 to the date of this report.

**A12. Changes in Composition of the Group**

There were no changes in the composition of the Group during the current financial quarter under review.

**A13. Contingent Liabilities or Contingent Assets**

There were no material contingent liabilities or contingent assets to be disclosed as at the date of this report.

**ONLY WORLD GROUP HOLDINGS BERHAD** (Company No.: 1033338-K)

## INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015

## PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING

**A14. Related Party Disclosures**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Dec-15	Preceding Year Corresponding Quarter 31-Dec-14	Current Year To Date 31-Dec-15	Preceding Year Corresponding Period 31-Dec-14
	RM	RM	RM	RM
<b>Entities controlled by certain key management personnel:-</b>				
Rental income	36,330	36,330	72,660	72,660
Purchase of plant and equipment	-	-	-	300,001
Rental expense	(341,697)	(270,000)	(683,394)	(540,000)

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**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

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**B1. Review of Performance of the Group**

**a) Current Year to-date vs. Preceding Year Corresponding Period**

The Group achieved revenue and profit before tax of RM51.02 million and RM11.52 million respectively for the 6 months financial period ended 31 December 2015. The revenue of RM51.02 million represented an increase of RM7.22 million or 16.5% as compared to the revenue of RM43.80 million recorded for the 6 months financial period ended 31 December 2014.

The increase in revenue was mainly contributed by food service operations of RM4.53 million and RM1.07 million from amusement and recreation operations.

The increase in food service operations was due to opening of a food service outlet in KOMTAR Penang, namely 59Sixty in June 2015, which contributed RM4.38 million current year to-date.

For amusement and recreation operations, the increase was mainly attributed to the commencement of operations of Jungle Gym, Atria Mall in September 2015 which posted RM1.17 million of revenue current year to-date.

Other services segment recorded a revenue of RM4.26 million in current year to-date, an increase of 61.9% over the preceding year's corresponding period revenue of RM2.63 million mainly due to the promotional campaigns undertaken.

**b) Current Quarter vs. Preceding Year Corresponding Quarter**

The Group achieved revenue of RM28.35 million and profit after tax of RM5.44 million for the current financial quarter. This was on the back of an increase in revenue of RM3.78 million or 15.4% over the corresponding three (3) months period of the financial quarter ended 31 December 2014.

Profit after tax for the current financial quarter rose by RM1.25 million or 29.9% over the preceding year's quarter ended 31 December 2014 of RM4.19 million.

As at 31 December 2015, the Group maintained a total of thirty (30) food service outlets. Revenue generated from the food service operations segment increased by 7.3% from RM17.81 million in the preceding year's quarter to RM19.11 million in the current financial quarter

Revenue for food service operations increased mainly due to opening of a food service outlet in KOMTAR Penang, namely 59Sixty in June 2015, which increased the result as compared to the corresponding three (3) months period of the financial quarter ended 31 December 2014.

For the amusement and recreation operations, revenue generated increased by 28.4% from RM5.36 million in the preceding year's quarter to RM6.89 million in the current financial quarter.

The increase in revenue for amusement and recreation operations was mainly due to the commencement of operations of Jungle Gym, Atria Mall in September 2015 and the acquisition of 60.0% of Escaperoom Holdings Sdn Bhd completed on 26 October 2015, which contributed revenue of RM1.60 million.

Other services segment recorded a revenue of approximately RM2.35 million in the current financial quarter, an increase of 69.7% over the preceding year's quarter revenue of RM1.38 million mainly due to the promotional campaigns undertaken.

**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015****PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING****B2. Variation of Results with the Immediate Preceding Quarter**

	3 Months Ended		Deviation	
	31-Dec-15	30-Sep-15	Amount	
	RM	RM	RM	%
Revenue	28,345,869	22,679,302	5,666,567	25.0
Profit before tax	7,490,597	4,028,448	3,462,149	85.9

The Group’s revenue increased by 25.0% from RM22.68 million in the immediate preceding quarter to RM28.35 million in the current financial quarter. Profit before tax of the Group increased from RM4.03 million in the previous financial quarter to RM7.49 million in the current financial quarter representing an increase of 85.9%.

The higher revenue and profit before tax as compared to preceding quarter was mainly due to the increase in patronage in the current financial quarter which coincided with year-end school holidays and festive seasons.

Revenue from the food service operations segment in the current financial quarter increased by 11.2% from RM17.18 million in the immediate preceding quarter to RM19.11 million in the current financial quarter due to increase in patronage.

For the amusement and recreation operations, revenue generated increased by 92.1% from RM3.59 million in the immediate preceding quarter to RM6.89 million in the current financial quarter. Besides the higher patronage in this financial quarter, the increase was also due the commencement of operations of Jungle Gym, Atria Mall in September 2015 and the acquisition of 60.0% of Escaperoom Holdings Sdn Bhd completed on 26 October 2015.

**B2. Variation of Results with the Immediate Preceding Quarter**

Other services segment recorded a revenue of RM2.35 million in the current financial quarter, an increase of 23.3% over the immediate preceding quarter of approximately RM1.91 million mainly due to the promotional campaigns undertaken.

**B3. Prospects for the Group**

The Board has in place a business and expansion plan moving forward, which are focused in the following areas:

- The KOMTAR Tower Revitalisation Project will upon completion enhances the Group’s branding and physical presence in a new market. The project is expected to contribute positively to the Group’s financial position on completion;
- The franchise programme for Only Mee will enable us to expand our chain of food service outlets under this brand name, and diversify our revenue streams;
- Opening new food service outlets will enable us to expand the range of dining options that we provide and operate at new locations;
- Opening “Fun, Food and Good Living” locations that package multiple F&B, attractions and other outlets in a single location with a unified theme, focusing on family-centric activities;
- Expand and enhance Wet World Water Park Shah Alam by executing the phase two (2) expansion plan; and
- Expand and enhance the Escaperoom in new market for greater exposure.

**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

**B3. Prospects for the Group (cont’d)**

The Board is generally positive of the Group’s performance but cautious of the prevailing economic conditions for the financial year.

**B4. Profit Forecast and Profit Estimate**

The Group did not issue any profit forecast or profit estimate previously in any public document.

**B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income**

Profit before tax for the current financial period is arrived at after charging/(crediting):-

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Dec-15 RM	Preceding Year Corresponding Quarter 31-Dec-14 RM	Current Year To Date 31-Dec-15 RM	Preceding Year Corresponding Period 31-Dec-14 RM
Depreciation of property, plant and equipment	1,546,004	881,157	2,922,747	2,058,537
Amortisation	13,738	158	13,896	316
Property, plant and equipment written off	-	785,970	-	1,081,691
Gain on disposal of equipment	-	(5,667)	-	(5,667)
Listing expenses	-	341,638	-	341,638
Interest expense	315,138	292,647	638,140	624,210
Interest income	(123,811)	(163,726)	(282,326)	(230,693)

**B5. Notes to the Statement of Profit or Loss and Other Comprehensive Income**

Save for the above, the other items as required under Paragraph 16, Part A of Appendix 9B of the Main Market Listing Requirements of Bursa Securities are not applicable.

**B6. Income Tax Expense**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31-Dec-15 RM	Preceding Year Corresponding Quarter 31-Dec-14 RM	Current Year To Date 31-Dec-15 RM	Preceding Year Corresponding Period 31-Dec-14 RM
<b><u>Income Tax</u></b>				
Current tax expenses	2,054,772	1,339,907	3,023,177	2,332,312
Deferred tax expenses	-	-	-	-
	<u>2,054,772</u>	<u>1,339,907</u>	<u>3,023,177</u>	<u>2,332,312</u>

The effective tax rate for the current quarter and financial year under review is higher than the statutory tax rate of 25% mainly due to certain expenses which are non-tax deductible.

**B7. Status of Corporate Proposals**

**(i) Proposed Acquisition of 60.0% Equity Interest in Escaperoom Holdings Sdn Bhd**

On 28 July 2015, the Company announced the proposed acquisition of a 60.0% equity interest in Escaperoom Holdings Sdn Bhd for a cash consideration of RM5.4 million. The acquisition was completed on 26 October 2015.

	<b>RM</b>
Net assets acquired	1,800,934
Non-controlling interest	<u>(720,374)</u>
Share of net assets acquired	1,080,560
Goodwill on combination	<u>4,319,440</u>
Purchase consideration	5,400,000
Less: cash acquired	<u>(527,040)</u>
Cash flow on acquisition, net of cash acquired	<u>4,872,960</u>

**(ii) Bonus Issue**

On 12 November 2015, Public Investment Bank Berhad, on behalf of the Board of Directors of OWG, announced that the Company is proposing to undertake the proposed bonus issue of up to 37,000,000 new ordinary shares of RM0.50 each in OWG (“**Share(s)**”) (“**Bonus Share(s)**”) to be credited as fully paid-up, on the basis of one (1) Bonus Share for every five (5) existing Shares.

The Bonus Issue was approved at an extraordinary general meeting on 29 December 2015 and the proposed bonus issue was completed on 18 January 2016 following the listing of and quotation for 36,999,990 Bonus Shares on the Main Market of Bursa Malaysia Securities Berhad.

**(iii) Proposed Private Placement of Shares**

On 18 January 2016, the Company proposes to issue up to Twenty Two Million One Hundred Ninety Nine Thousand and Nine Hundred (22,199,900) shares which it proposes to offer to investors by way of private placements.

The issue price for its proposed private placement shares announced on 2 February 2016 is at RM2.20 per placement share.

On 17 February 2016, Twelve Million (12,000,000) out of the Twenty Two Million One Hundred Ninety Nine Thousand and Nine Hundred (22,199,900) proposed placement shares were completed and listed and quoted on the Main Market of Bursa Malaysia Securities Berhad. The gross proceeds from the Twelve Million (12,000,000) placement shares amounted to approximately RM26.4 million.

As at the date of this report, save as disclosed above, there are no other corporate proposals that are pending for completion.

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**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

**B8. Utilisation of IPO Proceeds**

The status of utilisation of the proceeds of approximately RM49.64 million from the IPO are as follows:

Details of the utilisation of proceeds	Proposed utilisation	Actual utilisation	Deviation	Balance	Estimated timeframe for utilisation from the date of Listing
	RM'000	RM'000	RM'000	RM'000	
KOMTAR Tower Revitalisation Project	30,000	(30,000)	-	-	Within twenty four (24) months
Business expansion	13,000	(10,793)	-	2,207	Within twenty four (24) months
Working capital	2,305	(2,305)	-	-	Within twelve (12) months
Estimated listing expenses	4,335	(4,335)	-	-	Within three (3) months
<b>Total</b>	<b>49,640</b>	<b>(47,433)</b>	<b>-</b>	<b>2,207</b>	

**B9. Group Borrowings**

The Group's borrowings as at 31 December 2015 are as follows:

	<b>Unaudited</b> <b>As at 31-Dec-15</b>	<b>Audited</b> <b>As at 30-Jun-15</b>
	<b>RM</b>	<b>RM</b>
Long-term borrowings		
Secured:		
Hire purchase payables	761,527	733,298
Term loans	39,659,987	24,122,497
	<u>40,421,514</u>	<u>24,855,795</u>
Short-term borrowings		
Secured:		
Hire purchase payables	297,892	328,178
Term loans	2,274,740	1,741,176
	<u>2,572,632</u>	<u>2,069,354</u>
<b>Total borrowings</b>	<u><b>42,994,146</b></u>	<u><b>26,925,149</b></u>

**B10. Material Litigation**

The Group does not have any material litigation and the Directors are not aware of any proceedings pending or threatened against the Group as at the date of this interim financial report.

**B11. Dividends**

No dividend was declared for the quarter under review.

Total dividend paid current year to-date was 2.8 sen per share on 16 November 2015.

**INTERIM FINANCIAL REPORTING FOR THE SECOND QUARTER ENDED 31 DECEMBER 2015**

**PART A – EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134, INTERIM FINANCIAL REPORTING**

**B12. Realised and Unrealised Profits**

The disclosure of realised and unrealised profits below is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities.

	<b>Unaudited As at 31-Dec-15</b>	<b>Audited As at 30-Jun-15</b>
	<b>RM</b>	<b>RM</b>
Total retained earnings		
- realised	84,486,847	81,227,615
- unrealised	(2,230,928)	(2,218,016)
	<u>82,255,919</u>	<u>79,009,599</u>
Add: consolidated adjustments	(223,917)	(113,759)
Total retained earnings	<u>82,101,550</u>	<u>78,895,840</u>

**B13. Earnings Per Share**

(a) Basic Earnings per Share

The basic earnings per share for the current financial quarter and financial period to date are computed as follows:-

	<b>INDIVIDUAL QUARTER</b>		<b>CUMULATIVE QUARTER</b>	
	<b>Current Year Quarter 31-Dec-15</b>	<b>Preceding Year Corresponding Quarter 31-Dec-14</b>	<b>Current Year To Date 31-Dec-15</b>	<b>Preceding Year Corresponding Period 31-Dec-14</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Profit for the period	<u>5,334,437</u>	<u>4,158,732</u>	<u>8,385,710</u>	<u>7,200,774</u>
Number of ordinary shares of RM0.50 each in issue	<u>185,000,000</u>	<u>185,000,000</u>	<u>185,000,000</u>	<u>185,000,000</u>
Basic Earnings Per Share (sen)	<u>2.88</u>	<u>2.25</u>	<u>4.53</u>	<u>3.89</u>

(b) Diluted Earnings Per Share

Diluted earnings per share were not computed as the Company does not have any dilutive potential ordinary shares in issue for the current quarter and financial year-to-date.

By order of the Board

19 February 2016