

INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2014

PART A – EXPLANATORY NOTES PURSUANT TO FINANCIAL REPORTING STANDARD (“FRS”) 134

A1. Basis of preparation

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 Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 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 31 December 2013.

A2. Changes in accounting policies

The significant accounting policies and methods of computation adopted for the interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2013 except for the adoption of the following new/revised FRSs/MFRSs and Interpretations:

Effective for financial periods beginning on or after 1 January 2014:

Amendments to FRS 132	Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 10, FRS 12 and FRS 127	Investment Entities
Amendments to FRS 136	Recoverable Amount Disclosures for Non-Financial Assets
Amendments to FRS 139	Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	Levies
Amendments to FRS 201	Property Development Activities

Adoption of the above standards and interpretations did not have any effect on the financial performance or position and policy of the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (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 parent, significant investor and venturer (herein called ‘Transitioning Entities’).

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Transitioning Entities will be allowed to defer adoption of the new MFRS Framework, and continue to use the existing FRS Framework until the MFRS framework is mandated by the MASB.

The Group falls within the scope definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements when the MFRS framework is mandated by the MASB. In presenting its first set of MFRS financial statements, the Group will quantify the financial effects of the differences between the currently applied FRS and MFRS. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

A3. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the year ended 31 December 2013 was not qualified.

A4. Comments about seasonal or cyclical factors

The business operations of the Group were not significantly affected by any seasonal or cyclical factor.

A5. Nature and amount of items affecting assets, liabilities, equity, net income or cash flows that is unusual because of their nature, size or incidence

As allowed under Para 45 of FRS 3 Business Combinations, the Purchase Price Allocation Exercise for a subsidiary acquired in financial year 2013 was completed. No adjustment was required on the Goodwill previously recognized.

Other than the completion of the Purchase Price Allocation Exercise, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review.

A6. Changes in estimates

There were no material changes in estimates for the financial period ended 30 June 2014.

A7. Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the financial period under review save and except as follows:

- 1) Issuance of 278,000,000 new ordinary shares of RM1.00 each due to conversion of RM361,400,000 of 10 year 3% Redeemable Convertible Unsecured Loan Stocks (“RCULS”) at conversion price of RM1.30 per share; and
- 2) Issuance of 6,959,468 new ordinary shares of RM1.00 each due to the exercise of 6,959,468 options pursuant the Employee Share Option Scheme of the Company.

A8. Dividends paid

On 9 May 2014, the Company paid the first interim single-tier dividend of 4.0 sen per ordinary share of RM1.00 each in respect of the financial year ending 31 December 2014.

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A9. Segmental information

Segmental information is presented in respect of the Group’s business segments which are based on the internal reporting structure presented to the management of the Company.

The Group’s principal business segments are property development, property investment and resort operations and investment holding.

The information by geographical location is not presented as the Group’s activities are carried out predominantly in Malaysia.

Business segment Analysis	QTR ended 30 June 2014				YTD ended 30 June 2014			
	Property development	Property Investment and resort operations	investment holding and others	Consolidated	Property development	Property Investment and resort operations	investment holding and others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	259,537	32,755	63,591	355,883	468,094	71,960	114,953	655,007
Results from operations	52,786	68,441	(226)	121,001	71,144	89,506	1,553	162,203
Net finance cost	(2,122)	(5,832)	(5,570)	(13,524)	(12,308)	(7,045)	(11,457)	(30,810)
Share of results of associates	-	-	274	274	-	-	253	253
Share of results of jointly controlled entities	-	-	13,230	13,230	-	-	14,174	14,174
Profit before tax	50,664	62,609	7,708	120,981	58,836	82,461	4,523	145,820

Business segment Analysis	QTR ended 30 June 2013				YTD ended 30 June 2013			
	Property development	Property Investment and resort operations	investment holding and others	Consolidated	Property development	Property Investment and resort operations	investment holding and others	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	312,430	33,876	15,826	362,132	582,542	69,015	15,827	667,384
Results from operations	51,229	26,272	(3,381)	74,120	121,465	42,164	(8,483)	155,146
Net finance cost	(5,603)	(740)	(7,289)	(13,632)	(11,682)	(2,648)	(14,721)	(29,051)
Share of results of associates	-	-	2,159	2,159	-	-	4,099	4,099
Share of results of jointly controlled entities	-	-	(310)	(310)	-	-	(1,068)	(1,068)
Profit/(loss) before tax	45,626	25,532	(8,821)	62,337	109,783	39,516	(20,173)	129,126

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Property development segment

For the current quarter under review, the property development segment recorded revenue of RM259.5million as compared to RM312.4million in the corresponding quarter last year. Excluding the land sales in the corresponding quarter last year, the segment’s revenue declined by 10% from RM289.4million to RM259.5million.

Profit before tax (“PBT”) for the current quarter is RM50.7million as compared to RM45.6million for the corresponding quarter last year. However, excluding the gain on land sale in the corresponding quarter last year, PBT has increased by RM7.4million in the current quarter.

Property investment and resort operations segment

For the current quarter under review, this segment recorded revenue and PBT of RM32.8million and RM62.6million as compared to RM33.9million and RM25.5million respectively in the corresponding quarter last year.

Excluding the gain on disposal of investment properties in the current quarter, the PBT for the current quarter was registered at RM4.0million as compared to RM13.4million in corresponding quarter last year. Re-pricing of golf membership under the resort operations as well as higher operational costs led to the decline in earnings of this segment.

Investment holding and other segments

For the current quarter under review, the segment recorded a revenue and PBT of RM63.6million and RM7.7million respectively as compared to a revenue and loss before taxation of RM15.8million and RM8.8million for the corresponding quarter last year.

Significant increase in revenue by RM47.8million is contributed mainly by the consolidation of the performance of a newly acquired subsidiary, Tenaga Kimia Sdn Bhd, since May 2013. Improvement in PBT arises mainly from the gain on disposal of a jointly controlled entity’s subsidiary company.

A10. Valuations of property, plant and equipment

The valuations of property, plant and equipment have been brought forward without amendment from the audited financial statements for the year ended 31 December 2013.

A11. Material events subsequent to the end of interim period

There were no material events subsequent to the end of the current quarter up to the date of this report that have not been reflected in the interim financial statements.

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A12. Changes in composition of the Group

There were no changes in composition of the Group during the current quarter under review, except as follows:

- 1) On 5 May 2014, the Company acquired one (1) ordinary share of par value HK\$1.00 representing 100% of the total issued and paid-up share capital of Tropicana Holding (Hong Kong) Limited (“THHKL”), a company incorporated in Hong Kong, for a total cash consideration of HK\$1.00. With the acquisition, THHKL became a wholly-owned subsidiary of the Company.

A13. Changes in contingent liabilities or contingent assets

There were no changes in contingent liabilities since the last annual audited position at 31 December 2013 except for the increase in corporate guarantees (unsecured) issued by the Company to licensed financial institutions for banking facilities granted to the subsidiaries of the Group amounting to RM18,156,000.

A14. Capital commitments

The amount of commitments for capital expenditure as at 30/06/2014 is as follows:

	As at 30/06/14 RM'000	As at 30/06/13 RM'000
Capital expenditure		
Approved and contracted for	2,157,500	808,300
Approved but not contracted for	760,400	914,000
Share of joint venture's capital commitment in relation to land held for development	466,700	522,600
	3,384,600	2,244,900



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B1. Performance review

Quarterly Results

For the quarter under review, the Group recorded revenue of RM355.9 million, which was 1.7% lower in comparison to the corresponding quarter of the previous year. Notwithstanding the decline in revenue, the Group achieved a higher profit before tax (“PBT”) of RM121.0 million. The increase in PBT of 94% against the corresponding quarter of the previous year was contributed by gains of RM69.9 million arising from the disposals of investment properties and a subsidiary of a jointly controlled entity (“JCE”).

Year-to-date Results

For the period ending 30 June 2014, the Group recorded revenue of RM655.0 million, which was 2% lower in comparison to the corresponding period of the previous year. Notwithstanding the decline in revenue, the Group PBT grew by 12.9% to RM145.8 million against the corresponding period of the previous year. Similarly, the increase in PBT was contributed mainly by the aforesaid disposals of investment properties and the subsidiary of a JCE.

B2. Variation of results against preceding quarter

The revenue of RM355.9 million recorded in the current quarter was 19% higher than the immediate preceding quarter. The increase in revenue was contributed by a higher percentage of revenue recognized on on-going property development projects when comparing both quarters.

The increase in revenue resulted in a higher PBT of RM121.0 million in comparison to RM24.8million achieved in the immediate preceding quarter. The contributing factor for the increase in PBT was similar to that as aforesaid.

B3. Prospects

The Group achieved sales of RM935.0 million for the period ending 30 June 2014, whilst unbilled sales stood at RM2.7 billion.

At present, the property market in Malaysia is more subdued as a result of various cooling measures introduced by the Government in the 2014 National Budget. Notwithstanding the market conditions, the Group continues to tap into its sizeable and strategic land bank, especially those in the Klang Valley, to launch new products that cater to current market demand. Based on on-going projects, the Board expects the Group to deliver a satisfactory performance in 2014.

B4. Profit forecast or profit guarantee

No profit forecast or profit guarantee was issued for the financial period.



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B5. Taxation

	Individual quarter		Year to date	
	30/06/14	30/06/13	30/06/14	30/06/13
	RM'000	RM'000	RM'000	RM'000
Tax expense for the period	13,659	17,680	25,907	41,401
Deferred tax transfers	2,198	(2,061)	(4,884)	(1,253)
	<u>15,857</u>	<u>15,619</u>	<u>21,023</u>	<u>40,148</u>

The Group's effective tax rate was slightly lower than the statutory tax rate principally due to recognition of deferred tax assets and liabilities, as well as the utilisation of business losses.

B6. Corporate Proposals

Status of corporate proposals

The following corporate proposals announced by the Company have not been completed as at 21 August 2014, being the latest practicable date which is not earlier than 7 days from the date of issuance of this interim Financial Report:

- 1) On 8 May 2014, Supreme Converge Sdn. Bhd. ("SCSB"), a wholly-owned subsidiary of the Company, entered into a Subscription and Shareholders' Agreement with Agile Real Estate Development (M) Sdn Bhd (formerly known as Vista Oasis Sdn Bhd) ("Agile"), a wholly-owned subsidiary of Agile Property Holdings Limited ("APH") ("SSA"). SCSB and Agile has pursuant to the SSA subscribed shares in a new company known as Agile Tropicana Development Sdn Bhd (formerly known as Offshore Triangle Sdn Bhd) ("JV Co") where SCSB's and Agile's equity interest in the JV Co is 30% and 70% respectively.

The JV Co had on 8 May 2014 entered into a conditional sale and purchase agreement with Tropicana Bukit Bintang Development Sdn. Bhd. ("TBBD") ("TBBD SPA"), a wholly-owned subsidiary of the Company, whereby TBBD has agreed to sell and JV Co has agreed to purchase 8 parcels of freehold land all in Bandar Kuala Lumpur, Daerah Kuala Lumpur, Wilayah Persekutuan Kuala Lumpur, measuring in aggregate approximately 3.138 acres (equivalent to approximately 136,719.48 square feet) in area ("TBBD Land"), for a total cash consideration of RM448,439,901.

As at the date of this report, TBBD SPA is pending fulfillment of the conditions precedent in accordance with the terms of the TBBD SPA.



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- 2) On 19 March 2014, Sapphire Index Sdn Bhd (“SISB”), a wholly-owned subsidiary of the Company entered into a sale and purchase agreement with Prominent Stream Sdn Bhd (“PSSB”), a wholly-owned subsidiary of Eco World Development Group Bhd (formerly known as Focal Aims Holdings Berhad) (“EWDGB”) for the proposed disposal of approximately 308.72 acres of net leasehold land forming part of the 11 parcels of leasehold land, all in Mukim Tanjong Duabelas, District of Kuala Langat, State of Selangor for a total cash consideration of RM470,674,512 (“Proposed Disposal”).

As at the date of this report, the Proposed Disposal is pending fulfillment of the conditions precedent in accordance with the terms of the sale and purchase agreement.

- 3) On 12 February 2014, the Company entered into the following :
- i) Shareholders Agreement with Lasallian Asia Partnership for International Schools Pte Ltd (Company. No. 201315250G) (“LAPIS”) and Tropicana SJII Education Management Sdn Bhd (formerly known as Tropicana Education Sdn Bhd), a subsidiary of the Company (“TSEM”) (“TSEM Shareholders Agreement”); and
 - ii) Shareholders Agreement with LAPIS, Warisan Istimewa Sdn Bhd (“WISB”) and Tropicana Education Management Sdn Bhd, a subsidiary of the Company (“TEM”) (“TEM Shareholders Agreement”).

(collectively referred to as “Shareholders Agreements”)

The purpose of the TSEM Shareholders Agreement and the TEM Shareholders Agreement is for the purpose of establishing and operating an international school to be known as “St. Joseph’s Institution International School Malaysia (Tropicana PJ Campus)” or such other name as may be mutually agreed upon and approved by the relevant authorities (“International School”) with a collaboration through LAPIS encompassing the following:

- i) the construction of the International School by TEM on the land held under the title H.S.(D) 296471, No. PT 12687, Pekan Baru Sungai Buloh, Daerah Petaling, Negeri Selangor (“TEM Land”). TEM is the registered proprietor and beneficial owner of the TEM Land and had on 7 August 2014 entered into an Agreement to Lease with TSEM whereupon TEM has agreed to grant and TSEM has agreed to take a lease of the TEM Land together with the International School constructed thereon for three (3) fixed terms of ten (10) years each commencing from 1 September 2016 or such other date as TEM and TSEM shall mutually agree to in writing in accordance with and subject to the terms and conditions of the Agreement to Lease; and
- ii) the operation of the International School by TSEM and managed by LAPIS whereupon TSEM had on 7 August 2014 entered into a Management Agreement with LAPIS pursuant to which LAPIS is to manage the day-to-day running of the School in accordance with and subject to the terms and conditions of the Management Agreement.

As at the date of this report, the Shareholders Agreements are pending fulfillment of the conditions precedent in accordance with the terms of the Shareholders Agreements.



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- 4) On 23 December 2013, Tropicana Danga Senibong Holding Sdn Bhd ("TDSHSB") (formerly known as Golddust United Sdn Bhd), a wholly-owned subsidiary of the Company, entered into a Shareholders Agreement with Tebrau Bay Sdn Bhd ("TBSB" or the "Vendor"), a wholly-owned subsidiary of Tebrau Teguh Berhad ("TTB"), ("Shareholders Agreement"), to regulate their relationship as shareholders of Tropicana Danga Senibong Sdn Bhd ("TDSSB" or "the Purchaser") (formerly known as Renown Dynamic Sdn Bhd), via a special purpose vehicle used to acquire the Property (as defined below) and to develop the Property into a mixed development comprising commercial and residential components ("Proposed Joint Venture"). Pursuant to the Shareholders Agreement, TDSHSB and TBSB will hold equity interest in TDSSB in proportion of 70% and 30% respectively.

On 23 December 2013, TDSSB entered into a conditional Sale and Purchase Agreement with TBSB whereby the Vendor agreed to sell and the Purchaser agreed to purchase a parcel of land measuring approximately 60 acres which is presently a portion of a piece of leasehold land measuring 84.614 acres held under HS(D) 437846 PTD 194795 in the District of Johor Bahru, Mukim Plentong, State of Johor ("the Property") for a total cash consideration of RM444,312,000 ("Proposed Land Acquisition").

As at the date of this report, the Proposed Land Acquisition is pending fulfilment of the conditions precedent in accordance with the terms of the sales and purchase agreement.

- 5) On 15 April 2013, Sapphire Index Sdn Bhd ("SISB"), a wholly-owned subsidiary of the Company, entered into a sale and purchase cum development agreement with Menteri Besar Selangor (Pemerbadanan) ("MBI") and Permodalan Negeri Selangor Berhad ("PNSB") for the proposed acquisition cum development of 11 parcels of leasehold land, all in Mukim Tanjong Duabelas, District of Kuala Langat, State of Selangor, measuring approximately 4,743,986.21 square metres (51,063,794 square feet) for a total cash consideration of RM1,297,259,264 ("Proposed Acquisition").

The sale and purchase agreement for the Proposed Acquisition became unconditional on 13 February 2014. Subsequently, on 7 August 2014, MBI, PNSB and SISB entered into a supplementary agreement in respect of the Proposed Acquisition. As at date of this report, the Proposed Acquisition is pending completion in accordance with the terms of the supplementary agreement and the amended sale and purchase agreement.



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- 6) On 29 November 2013, Tropicana Kia Peng Sdn Bhd (formerly known as Image Pertiwi Sdn Bhd) ("TKP"), a 100%-owned subsidiary of the Company entered into a sale and purchase agreement with City View Ventures Sdn Bhd ("CVV"), a 100%-owned subsidiary of GSH Corporation Ltd. ("GSH"), whereby TKP agreed to sell and CVV agreed to purchase a parcel of leasehold land held under PN 39256, Lot 371 Section 63, District of Kuala Lumpur, Federal Territory of Kuala Lumpur measuring approximately 5,861 square metres (63,087 square feet) with a 2 storey building erected thereon bearing postal address of No. 28, Jalan Kia Peng, 50450 Kuala Lumpur for a total cash consideration of RM132,435,156.00 ("Proposed Disposal").

The sale and purchase agreement for the Proposed Disposal became unconditional on 10 April 2014 and was completed on 10 July 2014.

- 7) On 13 September 2013, Tropicana Desa Mentari Sdn Bhd ("TDM"), a 100%-owned subsidiary company of Tropicana Golf & Country Resort Berhad, which in turn is a wholly-owned subsidiary of the Company had entered into a conditional sale and purchase agreement with Lee Pineapple Company (Pte.) Limited ("LPC"), whereby LPC agreed to sell and TDM agreed to purchase 18 pieces of freehold land measuring a total size of approximately 103.8222 hectares located in Mukim of Pulai, District of Johor Bahru, Johor for a total cash consideration of RM366,550,573.30 ("Proposed Land Acquisition").

The sale and purchase agreement for the Proposed Land Acquisition became unconditional on 27 December 2013 and was completed on 19 May 2014.

- 8) Wisdom 88 Sdn Bhd ("WSB"), a wholly-owned subsidiary of the Company, had on 7 February 2013 entered into a Shareholders' Agreement with Danga Bay Sdn Bhd ("DBSB" or the "Vendor") ("Shareholders' Agreement"), to regulate their relationship as shareholders of Rhythm Quest Sdn Bhd ("RQSB" or the "Purchaser"). RQSB is the special purpose vehicle that will acquire the Property (as defined below) and to undertake the development and construction of a hotel and any mixed development, if so decided by the said parties ("Proposed Joint Venture"). Pursuant to the Shareholders' Agreement, WSB and DBSB will hold equity interest in RQSB in proportion of 60% and 40% respectively.

On 7 February 2013, RQSB entered into a conditional Sale and Purchase Agreement with DBSB whereby the Vendor agreed to sell and the Purchaser agreed to purchase all that parcel of land measuring approximately 260,227 square feet presently comprising part of 2 parcels of freehold land held under title number HS(D) 455043 PTB 21345 and HS(D) 455049 PTB 21346, all in the Township and District of Johor Bahru, State of Johor and part of state lands identified as PTB 22534, PTB 22536 and a road reserve ("Property") to be held under a new title for a total cash consideration of RM85,874,910 ("Proposed Land Acquisition").

The sale and purchase agreement for the Proposed Land Acquisition became unconditional on 7 January 2014 and was completed on 18 July 2014.



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B7. Interest-bearing loans and borrowings

	As at 30/06/14 RM'000	As at 30/06/13 RM'000
Secured short term borrowings	449,887	298,190
Secured long term borrowings	1,548,127	1,434,030
Unsecured long term borrowings	15,616	128,588
	<u>2,013,630</u>	<u>1,860,808</u>

Included in the above Group loans and borrowings is the following loan and borrowing raised by a subsidiary and denominated in foreign currency:

	As at 30/06/2014	
	Foreign Currency	RM'000
	'000	RM'000
US Dollar	8,000	25,740

B8. Material litigation

On 26 August 2013, the Company received an order from the Arbitral Tribunal to add the Company as a party to the arbitration proceedings between Dijaya-Malind JV (Mauritius) Limited (“DMML”), Dijaya-Malind Properties (India) Private Limited (“DMPPL”) and Starlite Global Enterprise (India) Limited (“SGEIL”) (“Order”).

The arbitration proceedings was previously instituted by DMML and DMPPL against SGEIL to seek the return of the deposit sum and damages arising from termination of the Deed of Novation cum Joint Development Agreement.

The Company appealed to the City Civil Court of Hyderabad against the Order which was dismissed on 2 June 2014. As our legal counsel opines the Order was erroneous and wrong in law, the Company has filed a further appeal to the High Court of Judicature of Andhra Pradesh.

B9. Dividend payable

There was no dividend proposed for the quarter under review.



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B10. Earnings per share

a) Basic earnings per ordinary share

Basic earnings per share were calculated by dividing profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period.

	Individual quarter		Year to date	
	30/06/14	30/06/13	30/06/14	30/06/13
Profit attributable to ordinary equity holders of the Company (RM'000)	89,456	38,328	97,281	82,135
Weighted average number of ordinary shares in issue ('000)	1,391,180	888,479	1,293,549	843,046
Basic earnings per share (sen)	6.43	4.31	7.52	9.74

(b) Diluted earnings per ordinary share

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to ordinary equity holders of the Company and the weighted average number of ordinary shares in issue during the period have been adjusted for the dilutive effects of all potential ordinary shares from the exercise of share options under the ESOS, the Warrants and the RCULS.

	Individual quarter		Year to date	
	30/06/14	30/06/13	30/06/14	30/06/13
Profit attributable to ordinary equity holders of the Company (RM'000)	89,456	38,328	97,281	82,135
Interest on RCULS (RM'000)	912	2,367	2,260	4,893
Profit attributable to ordinary equity holders of the Company including assumed conversion (RM'000)	90,368	40,695	99,541	87,028
Weighted average number of ordinary shares in issue ('000) for the purpose of basic earnings per share	1,391,180	888,479	1,293,549	843,046
Effects of dilution :				
- ESOS ('000)	14,559	15,002	13,326	12,981
- Warrants ('000)	52,090	53,060	52,090	53,060
- RCULS ('000)	58,678	373,302	58,678	373,302
Adjusted weighted average number of ordinary shares in issue ('000) for the purpose of diluted earnings per share	1,516,507	1,329,843	1,417,643	1,282,389
Diluted earnings per share (sen)	5.96	3.06	7.02	6.79

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	Current Quarter RM'000	Immediate preceding quarter RM'000
Total retained profits of the Group:		
- Realised	487,789	321,348
- Unrealised	319,557	450,474
	807,346	771,822
Total share of retained earnings from jointly controlled entities		
- Realised	98,403	85,173
Total share of retained earnings from associate		
- Realised	1,512	1,238
Consolidation Adjustment	(267,556)	(253,273)
Total retained profits carried forward	639,705	604,960

B12. Notes to the Statement of Comprehensive Income

	Individual quarter 30/06/14 RM'000	Year to date 30/06/14 RM'000
Profit for the period is arrived at after crediting/(charging):-		
Interest income	2,116	4,323
Other income including investment income	2,101	11,976
Interest expense	(15,640)	(35,133)
Depreciation and amortization	(5,428)	(10,849)
Provision for and write off of receivables	-	-
Provision for and write off of inventories	-	-
Gain/(loss) on disposal of quoted or unquoted investment	-	-
Gain on disposal of investment properties	58,600	58,600
Foreign exchange loss	(91)	(351)
Gain/(Loss) on derivatives	-	-
Exceptional items	-	-

B13. Authorisation for issue

The interim financial statements were authorised for issuance by the Board of Directors in accordance with the Directors' resolution dated 28 August 2014.