

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2014 RM'000	Preceding Year Corresponding Quarter 31.03.2013 RM'000	Current Year To Date 31.03.2014 RM'000	Preceding Year Corresponding Period 31.03.2013 RM'000
Revenue	6,125	7,099	6,125	7,099
Operating expenses	(7,887)	(8,119)	(7,887)	(8,119)
Other operating income	702	1,204	702	1,204
Finance cost	(2)	(3)	(2)	(3)
(Loss)/profit before taxation	(1,062)	181	(1,062)	181
Taxation	(77)	(385)	(77)	(385)
Loss net of tax	(1,139)	(204)	(1,139)	(204)
Other comprehensive profit	-	-	-	-
Total comprehensive loss	(1,139)	(204)	(1,139)	(204)
(Loss)/profit attributable to:				
Owners of the parent	(1,161)	(264)	(1,161)	(264)
Non-controlling interests	22	60	22	60
Loss for the period	(1,139)	(204)	(1,139)	(204)
Loss per share (sen)	(0.59)	(0.13)	(0.59)	(0.13)

*The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.*

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2014**

	<b>As At End Of Current Quarter 31.03.2014 RM'000</b>	<b>As At End Of Preceding Year End 31.12.2013 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	198,496	199,534
Deferred tax assets	7,976	7,976
	<u>206,472</u>	<u>207,510</u>
<b>Current assets</b>		
Inventories	422	395
Trade and other receivables	3,846	4,592
Cash and cash equivalents	81,233	82,098
	<u>85,501</u>	<u>87,085</u>
<b>TOTAL ASSETS</b>	<b><u>291,973</u></b>	<b><u>294,595</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	197,002	197,002
Non-distributable reserves	64,924	66,085
	<u>261,926</u>	<u>263,087</u>
Non-controlling interests	2,021	1,999
<b>Total equity</b>	<b><u>263,947</u></b>	<b><u>265,086</u></b>
<b>Non-current liabilities</b>		
Long term borrowings	59	59
Deferred taxation	22,922	22,922
	<u>22,981</u>	<u>22,981</u>
<b>Current liabilities</b>		
Borrowings	70	89
Trade & other payables	4,806	6,170
Current tax payable	169	269
	<u>5,045</u>	<u>6,528</u>
<b>Total liabilities</b>	<b><u>28,026</u></b>	<b><u>29,509</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>291,973</u></b>	<b><u>294,595</u></b>
Net assets per share (RM)	1.33	1.34

*The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.*

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	← Attributable to Owners of the Parent →			Non-controlling Interests	Total Equity
	Share Capital RM'000	Non-Distributable Share Premium Reserve RM'000	Distributable Retained Profits RM'000		
3-month quarter ended <u>31 March 2014</u>					
<b>At 1 January 2014</b>	197,002	2,395	63,690	1,999	265,086
(Loss)/profit for the period	-	-	(1,161)	22	(1,139)
<b>At 31 March 2014</b>	<u>197,002</u>	<u>2,395</u>	<u>62,529</u>	<u>2,021</u>	<u>263,947</u>
3-month quarter ended <u>31 March 2013</u>					
<b>At 1 January 2013</b>	197,002	2,395	68,442	2,049	269,888
(Loss)/profit for the period	-	-	(264)	60	(204)
<b>At 31 March 2013</b>	<u>197,002</u>	<u>2,395</u>	<u>68,178</u>	<u>2,109</u>	<u>269,684</u>

*The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.*

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE FIRST QUARTER ENDED 31 MARCH 2014**

	<b><u>2014</u></b> <b>3 Months</b> <b>Ended</b> <b>31.03.2014</b> <b>RM'000</b>	<b><u>2013</u></b> <b>3 Months</b> <b>Ended</b> <b>31.03.2013</b> <b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
(Loss)/profit before taxation	(1,062)	181
Adjustments:-		
Depreciation	1,508	1,468
Gain on disposal of property, plant and equipment	(1)	-
Interest expenses	2	3
Interest income	(607)	(647)
Operating (loss)/profit before changes in working capital	(160)	1,005
Net change in current receivables	559	(266)
Net change in current payables	(1,364)	(1,571)
Cash used in operating activities	(965)	(832)
Interest paid	(1)	(3)
Net taxes paid	(300)	(1,534)
<b>Net cash used in operating activities</b>	<b>(1,266)</b>	<b>(2,369)</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	889	687
Proceeds from disposal of property, plant and equipment	5	19,350
Purchase of property, plant and equipment	(474)	(527)
<b>Net cash generated from investing activities</b>	<b>420</b>	<b>19,510</b>
<b>CASH FLOWS FROM FINANCING ACTIVITY</b>		
Repayment of hire purchase and lease payables representing net cash used in financing activity	(19)	(25)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(865)</b>	<b>17,116</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>82,098</b>	<b>68,241</b>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<b>81,233</b>	<b>85,357</b>
Cash and cash equivalents at the end of the financial period comprise the following:		
Cash and bank balances	81,233	85,357

*The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.*

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1 BASIS OF PREPARATION**

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting issued by the Malaysian Accounting Standard Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

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.

**2 CHANGES IN ACCOUNTING POLICIES**

The Group has adopted the new and amended MFRSs for annual financial periods beginning on or after 1 January 2014. There is no significant financial impact arising from the adoption of MFRSs.

**3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

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

**4 SEGMENTAL REPORTING**

There is no segmental reporting as the Group's activities are in the hotel business conducted within Malaysia.

**5 UNUSUAL ITEMS**

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

**6 CHANGES IN ESTIMATES**

There were no changes in estimates that have had a material effect in the current quarter results.

**7 SEASONAL OR CYCLICAL FACTORS**

The operations of the Group are not subject to seasonality/cyclicality of operations.

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**8 DIVIDENDS PAID**

There were no dividends paid during the current quarter.

**9 CARRYING AMOUNT OF REVALUED ASSETS**

There was no valuation of property, plant and equipment for the period under review.

**10 DEBT AND EQUITY SECURITIES**

There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter under review.

**11 CHANGES IN COMPOSITION OF THE GROUP**

There were no changes in the composition of the Group for the current financial period to date.

**12 CAPITAL COMMITMENTS**

There are no authorised capital expenditure that has been provided for in the financial statements.

**13 CONTINGENT LIABILITIES**

The Group does not have any contingent liabilities as at 31 March 2014.

**14 SUBSEQUENT EVENTS**

There are no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**15 PERFORMANCE REVIEW**

For the period ended 31 March 2014, the Group achieved a revenue of RM6.1 million (2013: RM7.1 million) and loss before taxation of RM1.1million (2013: profit before taxation of RM0.2 million). The drop in revenue was mainly due to overall lower room occupancy as less business from both the government and China market.

In the opinion of the Directors, the results for the financial period under review have not been affected by any transaction or event of a material or unusual nature.

**16 COMMENTS ON MATERIAL CHANGES IN PROFIT BEFORE TAXATION**

The Group's decreased in profit before taxation as compared to the preceding year corresponding period was mainly due to less revenue being achieved for the current period and higher operational costs.

**17 PROSPECTS**

Barring any unforeseen circumstances, the Directors anticipate the performance of the Group for the next quarter to be difficult.

**18 PROFIT FORECAST**

The Group has not provided any profit forecast in a public document.

**19 INCOME TAX EXPENSE**

Taxation includes:

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2014 RM'000	Preceding Year Quarter 31.03.2013 RM'000	Current Year To Date 31.03.2014 RM'000	Preceding Year Corresponding Period 31.03.2013 RM'000
Current period's provision	77	355	77	355
Deferred taxation	-	30	-	30
	<u>77</u>	<u>385</u>	<u>77</u>	<u>385</u>

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**19 INCOME TAX EXPENSE (CONT'D.)**

The effective tax rate of the Group for the current quarter is higher than the statutory tax rate of 25%. This is mainly due to tax charged on profits from certain companies in the Group and non-deductible expenses for tax purposes.

**20 CORPORATE PROPOSALS**

There were no corporate proposals announced during the financial period to date.

**21 BORROWINGS**

	<b>As At End Of Current Quarter 31.03.2014 RM'000</b>	<b>As At End Of Preceding Year End 31.12.2013 RM'000</b>
<b>Short Term Borrowings</b>		
Lease and hire purchase creditors	70	89
<b>Long Term Borrowings</b>		
Lease and hire purchase creditors	59	59
	<u>129</u>	<u>148</u>

**22 CHANGES IN MATERIAL LITIGATION**

There are no changes in material litigation, including the status of pending material litigation as at the date of this report.

**23 DIVIDEND**

No interim ordinary dividend has been declared for the financial period ended 31 March 2014 (31 March 2013: Nil).



**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**24 LOSS PER SHARE**

Loss per share is calculated by dividing loss for the period attributable to ordinary equity holders of the Company by the number of ordinary shares in issue during the financial period.

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2014	Preceding Year Quarter 31.03.2013	Current Year To Date 31.03.2014	Preceding Year Corresponding Period 31.03.2013
Loss attributable to ordinary equity holders of the Company (RM'000)	(1,161)	(264)	(1,161)	(264)
Number of ordinary shares in issue ('000)	197,002	197,002	197,002	197,002
Loss per share (sen)	(0.59)	(0.13)	(0.59)	(0.13)

**25 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

Loss for the period is arrived at after crediting/(charging):

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2014 RM'000	Preceding Year Quarter 31.03.2013 RM'000	Current Year To Date 31.03.2014 RM'000	Preceding Year Corresponding Period 31.03.2013 RM'000
Interest income	607	647	607	647
Sundry revenue	93	557	93	557
Interest expense	(2)	(3)	(2)	(3)
Depreciation	(1,509)	(1,468)	(1,509)	(1,468)
Reversal of impairment loss on receivables	-	-	-	-
Bad debts written off	-	-	-	-
Inventories written off	-	-	-	-
Gain on disposal of investments	-	-	-	-
Gain on disposal of property, plant and equipment	1	-	1	-
Loss on disposal of property, plant and equipment	-	-	-	-
Impairment of assets	-	-	-	-
Foreign exchange gain	-	-	-	-

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
**(Incorporated in Malaysia)**

**26 REALISED AND UNREALISED PROFITS DISCLOSURE**

	<b>As At End Of Current Quarter 31.03.2014 RM'000</b>	<b>As At End Of Preceding Year End 31.12.2013 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	74,264	75,540
- Unrealised	<u>(12,006)</u>	<u>(12,016)</u>
	62,258	63,524
Add: Consolidated adjustments	271	166
Retained profits as per financial statements	<u>62,529</u>	<u>63,690</u>

**27 AUTHORISATION FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 7 May 2014.