

GOLDIS BERHAD

Interim Financial Report

For the financial period ended 31 March 2014

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GOLDIS BERHAD**Condensed Consolidated Income Statements**

For the financial period ended 31 March 2014

(The figures have not been audited)

	Current Year Quarter 31.3.2014 RM'000	Preceding Year Quarter RM'000	Current Year To-Date 31.3.2014 RM'000	Preceding Year To-Date RM'000
Revenue	324,070	N/A	324,070	N/A
Cost of sales	(139,798)		(139,798)	
Gross profit	184,272		184,272	
Other income	8,561		8,561	
Administrative expenses	(67,339)	N/A	(67,339)	N/A
Other expenses	(1,885)		(1,885)	
Operating profit	123,609	N/A	123,609	N/A
Finance income	13,142		13,142	
Finance costs	(20,051)		(20,051)	
Share of results of associates	4,082		4,082	
Profit before taxation	120,782	N/A	120,782	N/A
Taxation	(33,253)		(33,253)	
Profit for the financial period	87,529	N/A	87,529	N/A
Attributable to:				
Owners of the parent	19,289		19,289	
Non-controlling interest	68,240		68,240	
Profit for the financial period	87,529	N/A	87,529	N/A
Earnings per share attributable to equity holders of the Company				
Basic/Diluted (sen)	3.26	N/A	3.26	N/A

Note:

1. There is no comparative figures due to the change of financial year end from 31 January to 31 December.

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the 11 months financial period ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD**Condensed Consolidated Statements of Comprehensive Income**

For the financial period ended 31 March 2014

(The figures have not been audited)

	Current Year Quarter 31.3.2014 RM'000	Preceding Year Quarter RM'000	Current Year To-Date 31.3.2014 RM'000	Preceding Year To-Date RM'000
Profit for the financial period	87,529	N/A	87,529	N/A
Other comprehensive income/(loss):				
Currency translation differences				
- equity	(1,665)		(1,665)	
- non-controlling interests	266		266	
Available-for-sale financial assets				
- net change in fair value	(2,474)		(2,474)	
Other comprehensive income for the financial period, net of tax	(3,873)		(3,873)	
Total comprehensive income for the financial period	83,656	N/A	83,656	N/A
Attributable to:				
Owners of the parent	15,417		15,417	
Non-controlling interests	68,240		68,240	
Total comprehensive income for the financial period	83,656	N/A	83,656	N/A

Note:

1. There is no comparative figures due to the change of financial year end from 31 January to 31 December.

GOLDIS BERHAD
Condensed Consolidated Statements of Financial Position

As at 31 March 2014

(The figures have not been audited)

	31.3.2014 RM'000	31.12.2013 RM'000
Assets		
Non-Current Assets		
Property, plant and equipment	2,364,360	2,356,844
Land held for property development	218,750	220,363
Investment properties	2,497,264	2,477,331
Long term prepaid lease	3,612	3,697
Intangible assets	19,655	19,720
Biological assets	446	460
Associates & Joint ventures	391,682	390,598
Available-for-sale financial assets	9,857	9,857
Concession receivables	56,807	57,703
Deferred tax assets	1,649	1,649
Deposits, cash and bank balances	470,972	95,000
	6,035,054	5,633,222
Current Assets		
Property development costs	295,992	297,916
Inventories	80,731	83,796
Available-for-sale financial assets	47,440	49,914
Financial assets at fair value through profit or loss	16,911	16,927
Concession receivables	6,011	6,198
Amount owing from associates	89,445	86,758
Amount owing from related company	13	22
Trade and other receivables	607,001	231,413
Tax recoverable	2,588	5,048
Cash held in Housing Development Accounts	28,892	32,984
Deposits, cash and bank balances	896,500	1,057,170
	2,071,524	1,868,146
Total Assets	8,106,578	7,501,368
Equity and Liabilities		
Equity Attributable To Owners Of The Parent		
Share capital	610,494	610,494
Share premium	32,340	67,765
Treasury shares	(5,722)	(41,147)
Other reserves	206,952	211,111
Retained earnings	902,587	881,846
	1,746,651	1,730,069
Non-controlling interests	3,107,783	3,102,460
Total Equity	4,854,434	4,832,529
Liabilities		
Non-Current Liabilities		
Trade and other payables	64,038	73,405
Deferred tax liabilities	279,040	276,572
Hire-purchase and finance lease payables	194	194
Interest bearing bank borrowings	1,665,248	1,484,909
	2,008,520	1,835,080
Current Liabilities		
Trade and other payables	438,228	496,487
Amount owing to associates	5,215	4,107
Current tax liabilities	125,921	69,802
Hire-purchase and finance lease payables	56	75
Interest bearing bank borrowings	674,204	263,288
	1,243,624	833,759
Total Liabilities	3,252,144	2,668,839
Total Equity and Liabilities	8,106,578	7,501,368
Net assets per share attributable to ordinary equity holders of the Company	2.87	2.93

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the 11 months financial period ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD**Condensed Consolidated Statements of Changes in Equity**

For the financial period ended 31 March 2014

(The figures have not been audited)

	Attributable to owners of the parent						Non-Controlling Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Treasury Shares RM'000	Other Reserves RM'000	Retained Earnings RM'000	Total RM'000		
At 1 January 2014	610,494	67,765	(41,147)	211,111	881,846	1,730,069	3,102,460	4,832,529
<u>Comprehensive income</u>								
Profit for the financial period	-	-	-	-	19,289	19,289	68,240	87,529
Other comprehensive income	-	-	-	(4,159)	20	(4,139)	266	(3,873)
Total comprehensive income for the financial period	-	-	-	(4,159)	19,309	15,150	68,506	83,656
<u>Transactions with owners</u>								
Distribution of treasury shares as dividend	-	(35,425)	35,425	-	-	-	-	-
Dividend paid by subsidiaries to non-controlling interests	-	-	-	-	-	-	(22,957)	(22,957)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	1,432	1,432	(40,226)	(38,794)
Total transactions with owners	-	(35,425)	35,425	-	1,432	1,432	(63,183)	(61,751)
At 31 March 2014	610,494	32,340	(5,722)	206,952	902,587	1,746,651	3,107,783	4,854,434

Note:

1. There is no comparative figures due to the change of financial year end from 31 January to 31 December.

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the 11 months financial period ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD**Condensed Consolidated Statement of Cash Flows**

For the financial period ended 31 March 2014

(The figures have not been audited)

	Current Year 31.3.2014 RM'000	Preceding Year RM'000
Operating Activities		
Cash receipts from customers	293,929	N/A
Cash paid to suppliers and employees	(169,040)	N/A
Cash generated from operations	124,889	N/A
Interests paid	(29,901)	
Tax refunded	30,644	
Taxation paid	(3,554)	
Net cash flow generated from operating activities	122,078	N/A
Investing Activities		
Investment in associate	(28)	N/A
Purchases of biological assets	(19)	
Purchases of property, plant and equipments	(61,314)	
Advances to associates & joint ventures	(339,347)	
Interest received	8,257	
Net cash flow used in investing activities	(392,451)	N/A
Financing Activities		
Capital repayment to non-controlling interests of a subsidiary	(37,663)	N/A
Proceeds from bank borrowings	603,494	
Payments of hire-purchase and finance lease liabilities	(18)	
Dividend paid by a subsidiary to non-control interest	(83,113)	
Deposits pledged with licensed banks	(348,536)	
Net cash flow generated from financing activities	134,164	N/A
Net decrease in cash and cash equivalents during the financial period	(136,209)	N/A
Currency translation differences	(1,116)	
Cash and cash equivalents at beginning of the financial period	1,061,428	
Cash and cash equivalents at end of the financial period	924,103	N/A

Note:

1. There is no comparative figures due to the change of financial year end from 31 January to 31 December.

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the 11 months financial period ended 31 December 2013 and the accompanying explanatory notes attached to the interim financial statements.

GOLDIS BERHAD

Notes to the Interim Financial Report

A. Compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting and Bursa Listing Requirements

A1. Accounting Policies and Methods of Computation

The interim financial report are unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial period ended 31 December 2013. The accounting policies and methods of computation adopted for the interim financial statements are consistent with those adopted for the annual financial statements for the period ended 31 December 2013, except for the followings:

- Amendment to FRS 132, 'Financial Instruments: Presentation'
- Amendments to FRS 10, 'Consolidated Financial Statements'
- Amendments to FRS 12, 'Disclosure of Interests in Other Entities: Transition Guidance'
- Amendments to FRS 127, 'Separate financial statements'
- IC Interpretation 21, 'Levies'

The adoption of above Amendments to FRS and IC Interpretations has no significant impact to the Group's interim financial reports of the current quarter or the comparative consolidated financial statements of the prior financial period.

A2. Change of Financial Year End

On 27 December, 2013, the Board of Directors of the Company announced an immediate change of its financial year end from 31 January to 31 December.

Due to the change of financial year end, there are no comparative figures given for preceding year corresponding quarter and year-to-date in the current report.

A3. Explanatory Comments about the Seasonality or Cyclicity of Interim Operations

The Group's operations were not materially affected by seasonal or cyclical factors.

A4. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flows.

A5. Material Changes in Estimates

There were no changes in estimates that have had material effect in the current financial year result.

A6. Capital Management, Issuances, Repurchases, and Repayment of Debt and Equity Securities

Details of the shares repurchased were as follows:-

	No. of shares	Cost RM
At 1 January 2014	20,553,953	41,146,601
<u>Distributed as dividend</u> March 2014	(17,695,933)	(35,425,180)
As at 31 March 2014/reporting date	2,858,020	5,721,421

On 27 March 2014, Goldis Berhad had distributed three (3) treasury shares for every one hundred (100) existing ordinary shares of RM1.00 each held ("share dividend"). A total of 17,695,933 treasury shares have been distributed to the entitled shareholders as share dividend.

Other than the above, there were no other issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy backs and share cancellations for the current financial period.

A7. Dividends Paid

Other than the share dividend distributed as disclosed in note A6, there was no payment of dividend during the financial period ended 31 March 2014.

GOLDIS BERHAD

Notes to the Interim Financial Report

A. Compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting and Bursa Listing Requirements

A9. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the interim period up to the date of this report.

A10. Effects of Changes in the Composition of the Group

There were no changes in the composition of the Group for the current quarter and the financial year to-date.

A11. Capital Commitments

Authorised capital commitments not recognised in the interim financial statements as at 31 March 2014 are as follows:

	RM'000
Approved and contracted for:	
- Property, plant and equipment	324,866
- Investment properties	46,202
Approved but not contracted for:	
- Property, plant and equipment	10,414
	<u>381,482</u>

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**B1. Review of Performance**

The Group recorded a total revenue of RM 324.1 million and segmental results of RM 131.4 million for the 3 months period ended 31 March 2014.

Subsequent to the adoption of FRS 10, the Group's major contribution to revenue and profit is derive from property investment and management of property such as malls, offices and hotels after the consolidation of IGB Corporation Berhad ("IGB") performance.

Property Investment and Management

The property investment and management segment being the largest business segment of the Group recorded a revenue of RM 160.6 million which is approximately 49.6% of the total revenue. The segment reported a segment result of RM 96.4 million, representing 73.3% of the total segmental result.

Property Development

Property Development segment achieved revenue of RM 47.8 milion, approximately 14.7% of the total revenue and segment result of RM 18.0 million, approximately 13.7% of the total segmental result during the first quarter.

Hotel

The hotel segment contributed revenue of RM 95.9 million to the Group which reperedent approximately 29.6% of the total Group revenue and achieved a segmental result of RM17.5 million, approximately 13.3% of the total segmental result.

B2. Comparison with Preceding Quarter's Results

Due to the change in financial year end, there are no comparative figures given for comparison with preceding quarter's result.

B3. Current Year Prospect

The Group's major contribution to revenue and profit is from property investment and management of property such as malls, offices and hotels.

Year 2014 is expected to be challenging with the announcement of a few new regulations in the budget 2014 which will make a significant impact on the cost of living. However, the performance of the Group is expected to be satisfactory.

Property Investment and Management

The property investment and management segment will be more challenging with the increase in the supply of office spaces, electricity tariff hikes and the increase in assessment rates in Kuala Lumpur.

Property Development

The property development segment is expected to be satisfactory.

Hotel

Although 2014 is the "Visit Malaysia Year", the occupancy level is expected to be challenging.

B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial period.

B5. Statement by Directors

The Group did not disclose or announce any profit forecast or projection in any public document in the current quarter or prior financial period.

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Notes to the Interim Financial Report

B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad**B6. Taxation**

	Current Quarter RM'000	Current YTD RM'000
Current tax:		
- Malaysian tax	31,008	31,008
- Foreign tax	-	-
	<u>31,008</u>	<u>31,008</u>
Deferred Tax	2,245	2,245
	<u>33,253</u>	<u>33,253</u>

The effective income tax expense of the Group for the current quarter is higher than the statutory tax rate due to certain expenses were not deductible for tax purposes.

B7. Status of Corporate Proposals

There were no corporate proposals announced for the current financial period under review.

B8. Details of Group Borrowings and Debt Securities

The Groups' borrowings and debts securities as at 31 March 2014 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
Current			
Revolving credits	549,204	125,000	674,204
Non-current			
Revolving credits	180,000	-	180,000
Term loans	1,485,248	-	1,485,248
Total	<u>2,214,452</u>	<u>125,000</u>	<u>2,339,452</u>

The currency exposure profile of bank borrowings is as follows:

	Local currency (in '000)	RM equivalent (in '000)
Ringgit Malaysia	1,909,560	1,909,560
British Pound Sterling	62,500	338,494
Australian Dollar	27,000	81,520
US Dollar	3,000	9,878
		<u>2,339,452</u>

B9. Changes in Material Litigations

As at the reporting date, there were no pending material litigations since the last financial period ended 31 December 2013 and up to the reporting date.

B10. Proposed Dividends

The Directors have not proposed any dividend for the current financial period under review.

B11. Earnings Per Share

The basic earnings per share of the Group is calculated by dividing the net profit attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the financial period.

	Current Quarter	Current YTD
Net profit attributable to ordinary equity holders of the Company (RM'000)	19,289	19,289
Weighted average no. of ordinary shares in issue ('000)	590,923	590,923
Basic earnings per share (sen)	<u>3.26</u>	<u>3.26</u>

Diluted earning per shares equal to basic earnings per share as there are no potential dilutive shares in issue.

GOLDIS BERHAD**Notes to the Interim Financial Report****B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad****B12. Notes to Statements of Comprehensive income**

	Current Quarter	Current YTD
	RM'000	RM'000
(a) Interest income	13,142	13,142
(b) Other income including investment income	8,561	8,561
(c) Interest expenses	20,051	20,051
(d) Depreciation and amortisation	35,576	35,576
(e) Allowance for and write off of receivables	-	-
(f) Allowance for and write off of assets	-	-
(g) Gain/(loss) on disposal of quoted/unquoted investment or properties	-	-
(h) Impairment of assets	-	-
(i) Foreign exchange gain/(loss)	2,665	2,665
(j) Gain/(loss) on derivatives	-	-
(k) Exceptional items	-	-

B13. Realised and Unrealised Retained Earnings

	As at 31.3.2014	As at 31.12.2013
	RM'000	RM'000
Total Retained Profits		
- Realised	1,250,607	1,236,886
- Unrealised	<u>(284,480)</u>	<u>(287,649)</u>
	966,127	949,237
Total Share of Retained Profits from Associate		
- Realised	200,101	197,242
- Unrealised	<u>5,269</u>	<u>4,277</u>
	1,171,497	1,150,756
Less: Consolidation Adjustments	<u>(268,910)</u>	<u>(268,910)</u>
Total Retained Profits	<u>902,587</u>	<u>881,846</u>

B14. Audit Report Qualification and Status of Matters Raised

The audit report of the Group's annual financial statements for the period ended 31 December 2013 did not contain any qualification.