

# **GOLDIS BERHAD**

## **Interim Financial Report**

For the financial period ended 30 June 2015

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**GOLDIS BERHAD****Condensed Consolidated Income Statements**

For the financial period ended 30 June 2015

*(The figures have not been audited)*

	<b>Current Year Quarter 30.6.2015 RM'000</b>	<b>Preceding Year Quarter 30.6.2014 RM'000</b>	<b>Current Year To-Date 30.6.2015 RM'000</b>	<b>Preceding Year To-Date 30.6.2014 RM'000</b>
Revenue	294,544	317,773	660,045	639,830
Cost of sales	(123,198)	(136,733)	(292,656)	(275,636)
Gross profit	171,346	181,040	367,389	364,194
Other operating income	5,947	6,219	19,703	14,780
Administrative expenses	(75,061)	(57,155)	(140,584)	(122,339)
Other operating expenses	(5,895)	(2,144)	(12,478)	(4,029)
Profit from operations	96,337	127,960	234,030	252,606
Finance income	14,280	9,630	23,166	22,772
Finance costs	(34,055)	(25,491)	(71,530)	(45,542)
Share of results of associates and joint ventures	20,896	7,504	33,282	11,469
Profit before taxation	97,458	119,603	218,948	241,305
Tax expense	(29,328)	(21,203)	(63,231)	(54,536)
<b>Profit for the financial period</b>	<b>68,130</b>	<b>98,400</b>	<b>155,717</b>	<b>186,769</b>
<b>Attributable to:</b>				
Owners of the parent	24,995	24,663	58,383	44,226
Non-controlling interests	43,135	73,737	97,334	142,543
<b>Profit for the financial period</b>	<b>68,130</b>	<b>98,400</b>	<b>155,717</b>	<b>186,769</b>
<b>Earnings per share attributable to equity holders of the Company (sen)</b>				
Basic	4.11	4.06	9.61	7.38
Diluted	3.21	4.06	8.03	7.38

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

For the financial period ended 30 June 2015

*(The figures have not been audited)*

	<b>Current Year Quarter 30.6.2015 RM'000</b>	Preceding Year Quarter 30.6.2014 RM'000	<b>Current Year To-Date 30.6.2015 RM'000</b>	Preceding Year To-Date 30.6.2014 RM'000
<b>Profit for the financial period</b>	<b>68,130</b>	98,400	<b>155,717</b>	186,769
<b>Other comprehensive income/(loss):</b>				
Currency translation differences				
- equity holders	<b>17,504</b>	(142)	<b>28,113</b>	(1,807)
- non-controlling interests	<b>6,144</b>	839	<b>8,555</b>	1,105
Available-for-sale financial assets				
- net change in fair value	-	3,711	<b>(2,248)</b>	1,237
Items that may be subsequently reclassified to profit or loss	<b>23,648</b>	4,408	<b>34,420</b>	535
<b>Total comprehensive income for the financial period</b>	<b>91,778</b>	102,808	<b>190,137</b>	187,304
<b>Attributable to:</b>				
Owners of the parent	<b>42,498</b>	29,069	<b>84,247</b>	44,760
Non-controlling interests	<b>49,280</b>	73,739	<b>105,890</b>	142,544
<b>Total comprehensive income for the financial period</b>	<b>91,778</b>	102,808	<b>190,137</b>	187,304

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

**GOLDIS BERHAD**  
**Condensed Consolidated Statements of Financial Position**

As at 30 June 2015

*(The figures have not been audited)*

	30.6.2015	31.12.2014
	RM'000	RM'000
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	2,217,984	2,197,353
Inventories	290,278	254,836
Investment properties	2,645,791	2,609,532
Long term prepaid lease	3,773	3,645
Intangible assets	19,648	19,608
Biological assets	254	331
Associates and joint ventures	915,444	824,690
Available-for-sale financial assets	10,347	12,638
Concession receivables	85,124	74,739
Deferred tax assets	103	103
	<b>6,188,746</b>	<b>5,997,475</b>
<b>Current Assets</b>		
Inventories	438,239	379,423
Financial assets at fair value through profit or loss	18,998	24,882
Concession receivables	2,259	2,113
Amount owing from associates and joint ventures	38,510	54,750
Amount owing from a related company	109	42
Receivables and contract assets	263,677	240,331
Tax recoverable	4,900	4,724
Cash held under Housing Development Accounts	100,694	40,500
Deposits, cash and bank balances	1,139,378	1,214,286
	<b>2,006,764</b>	<b>1,961,051</b>
<b>Total Assets</b>	<b>8,195,510</b>	<b>7,958,526</b>
<b>Equity and Liabilities</b>		
<b>Equity Attributable To Owners Of The Parent</b>		
Share capital	610,494	610,494
Share premium	32,340	32,340
Treasury shares	(5,722)	(5,722)
Redeemable Convertible Cumulative Preference Shares	367,650	-
Other reserves	52,764	18,805
Retained earnings	1,312,663	1,260,140
	<b>2,370,189</b>	<b>1,916,057</b>
Non-controlling interests	1,252,647	1,251,220
<b>Total Equity</b>	<b>3,622,836</b>	<b>3,167,277</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
Payables and contract liabilities	74,172	70,169
Deferred tax liabilities	197,343	191,031
Redeemable Convertible Cumulative Preference Shares	69,897	-
Hire-purchase and finance lease payables	84	124
Interest bearing bank borrowings	1,661,945	1,571,267
	<b>2,003,441</b>	<b>1,832,591</b>
<b>Current Liabilities</b>		
Payables and contract liabilities	532,544	522,640
Amount owing to associates	2,370	2,697
Current tax liabilities	122,628	115,348
Redeemable Convertible Cumulative Preference Shares	15,264	-
Hire-purchase and finance lease payables	70	70
Interest bearing bank borrowings	1,896,357	2,317,903
	<b>2,569,233</b>	<b>2,958,658</b>
<b>Total Liabilities</b>	<b>4,572,674</b>	<b>4,791,249</b>
<b>Total Equity and Liabilities</b>	<b>8,195,510</b>	<b>7,958,526</b>
<b>Net assets per share attributable to ordinary equity holders of the Company</b>	<b>3.90</b>	<b>3.15</b>

The condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 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 30 June 2015

*(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	Redeemable Convertible Cumulative Preference Shares RM'000	Other Reserves RM'000	Retained Earnings RM'000	Total RM'000		
<b>At 1 January 2015</b>	<b>610,494</b>	<b>32,340</b>	<b>(5,722)</b>	<b>-</b>	<b>18,805</b>	<b>1,260,140</b>	<b>1,916,057</b>	<b>1,251,220</b>	<b>3,167,277</b>
<b>Comprehensive income</b>									
Profit for the financial period	-	-	-	-	-	58,383	58,383	97,334	155,717
Other comprehensive income	-	-	-	-	25,865	-	25,865	8,555	34,420
<b>Total comprehensive income for the financial period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,865</b>	<b>58,383</b>	<b>84,248</b>	<b>105,889</b>	<b>190,137</b>
<b>Transactions with owners</b>									
Issuance of Redeemable Convertible Cumulative Preference Shares	-	-	-	367,650	-	-	367,650	-	367,650
Options granted to executives of the subsidiary	-	-	-	-	8,094	-	8,094	2,946	11,040
Acquire of subsidiary from non-controlling interests	-	-	-	-	-	-	-	30	30
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(113,298)	(113,298)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	(5,860)	(5,860)	5,860	-
<b>Total transactions with owners</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>367,650</b>	<b>8,094</b>	<b>(5,860)</b>	<b>369,884</b>	<b>(104,462)</b>	<b>265,422</b>
<b>At 30 June 2015</b>	<b>610,494</b>	<b>32,340</b>	<b>(5,722)</b>	<b>367,650</b>	<b>52,764</b>	<b>1,312,663</b>	<b>2,370,189</b>	<b>1,252,647</b>	<b>3,622,836</b>
<b>At 1 January 2014 (restated)</b>	<b>610,494</b>	<b>67,765</b>	<b>(41,147)</b>	<b>-</b>	<b>17,760</b>	<b>998,142</b>	<b>1,653,014</b>	<b>2,936,793</b>	<b>4,589,807</b>
<b>Comprehensive income</b>									
Profit for the financial period	-	-	-	-	-	44,226	44,226	142,543	186,769
Other comprehensive income	-	-	-	-	(1,023)	453	(570)	1,105	535
<b>Total comprehensive income for the financial period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,023)</b>	<b>44,679</b>	<b>43,656</b>	<b>143,648</b>	<b>187,304</b>
<b>Transactions with owners</b>									
Distribution of treasury shares as dividend	-	(35,425)	35,425	-	-	-	-	-	-
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(88,057)	(88,057)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	1,674	1,674	(65,323)	(63,649)
<b>Total transactions with owners</b>	<b>-</b>	<b>(35,425)</b>	<b>35,425</b>	<b>-</b>	<b>-</b>	<b>1,674</b>	<b>1,674</b>	<b>(153,380)</b>	<b>(151,706)</b>
<b>At 30 June 2014 (restated)</b>	<b>610,494</b>	<b>32,340</b>	<b>(5,722)</b>	<b>-</b>	<b>16,737</b>	<b>1,044,495</b>	<b>1,698,344</b>	<b>2,927,061</b>	<b>4,625,405</b>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

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

For the financial period ended 30 June 2015

*(The figures have not been audited)*

	Current Year 30.6.2015 RM'000	Preceding Year 30.6.2014 RM'000
<b>Operating Activities</b>		
Cash receipts from customers	673,284	615,962
Cash paid to suppliers and employees	(337,341)	(310,797)
Cash flows from operations	335,943	305,165
Interests paid	(68,530)	(46,328)
Tax refund	1,589	12,739
Income taxes paid	(49,481)	(8,402)
<b>Net cash generated from operating activities</b>	<b>219,521</b>	<b>263,174</b>
<b>Investing Activities</b>		
Investment in associates	-	(339,529)
Additional investment in financial assets at fair value through profit or loss	(2,733)	(2,448)
Additions in investment properties, land held for property development and property, plant and equipments	(209,998)	(170,462)
Additions in biological assets	-	(35)
Additions in intangible assets	(176)	-
Proceed from disposal of financial assets at fair value through profit or loss	8,566	1,360
Proceed from disposal of financial land held for property development	6,518	-
Repayment of advances from associates	19,085	121,952
Deposit pledged with license bank	(6,173)	-
Interest received	26,122	20,186
<b>Net cash used in investing activities</b>	<b>(158,789)</b>	<b>(368,976)</b>
<b>Financing Activities</b>		
Proceeds from issuance of Redeemable Convertible Cumulative Preference Shares ("RCPS")	455,727	-
Expenses relating to issuance of RCPS	(1,064)	-
Capital repayment to non-controlling interests of a subsidiary	-	(66,042)
Dividend paid to non-controlling interests	(201,713)	(83,113)
Proceeds from borrowings	264,580	597,494
Repayments of borrowings	(598,000)	-
Payments of hire-purchase and finance lease liabilities	(39)	(37)
<b>Net cash (used in)/generated from financing activities</b>	<b>(80,509)</b>	<b>448,302</b>
Net (decrease)/increase in cash and cash equivalents during the financial period	(19,777)	342,500
Currency translation differences	(1,112)	(3,019)
Cash and cash equivalents at beginning of the financial period	744,980	1,061,428
<b>Cash and cash equivalents at end of the financial period</b>	<b>724,091</b>	<b>1,400,909</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.

# GOLDIS BERHAD

## Notes to the Interim Financial Report

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

#### A1. Accounting Policies and Methods of Computation

The interim financial report is unaudited and has been prepared in accordance with MFRS 134, Interim Financial Reporting and paragraph 9.22 of the Bursa Malaysia Securities Berhad Listing Requirements. The financial information for the period ended 30 June 2015 has been reviewed by the company's auditor in accordance with the International Standard on Review Engagements 2410 - Review of Interim Financial Information was performed by the Independent Auditor of the Entity.

The interim financial report should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2014. 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 year ended 31 December 2014.

#### A2. Explanatory Comments about the Seasonality or Cyclicity of Interim Operations

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

#### A3. 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 other than as disclosed elsewhere in the notes.

#### A4. Material Changes in Estimates

There were no changes in estimates that have a material effect on the current financial period result.

#### A5. Capital Management, Issuances, Repurchases, and Repayment of Debt and Equity Securities

##### (a) RCPS by the Company

On 23 December 2014, the proposed renounceable rights issue of up to 460.0 million new redeemable convertible cumulative preference shares with a par value of RM0.01 each at an issue price of RM1.00 each ("RCPS") was approved by the shareholders at the Extraordinary General Meeting of the Company.

The entitlement basis of the RCPS is 3 RCPS for every 4 existing ordinary shares of RM1.00 each in Goldis held on 20 January 2015.

The holders of the RCPS shall have the right to receive a semi-annual preferential dividend at the rate of 4% for year 1 to 3, 4.5% for year 4 and 5% for year 5. Where there is no distributable profit, the entitlement to the preferential dividend shall be accumulated.

On 12 February 2015, the Company had received valid and full subscription for a total of 455,727,027 RCPS at an issue price of RM1.00 each. The total proceeds of the Rights Issue amounting to RM455,727,027 is used to refinance the borrowings of the Company in connection with the acquisition of an additional equity interest in a subsidiary, IGB Corporation Berhad.

The RCPS was listed on the main Market of Bursa Malaysia Securities Berhad on 24 February 2015.

The number of treasury shares held as at 30 June 2015 and up to the date of this report remained at 2,858,020 (31.12.2014: 2,858,020) ordinary shares of RM1.00 each.

##### (b) ESOS by subsidiary, IGB Corporation Berhad

On 30 April 2015, the Company's 73.32% subsidiary, IGB Corporation Berhad ("IGB") had proposed an Executives Share Option Scheme ("Proposed ESOS") of up to 5% of the issued and paid-up ordinary share capital (excluding treasury shares) of IGB.

On 22 May 2015, the shareholders of IGB had approved the Proposed ESOS during the Extraordinary General Meeting.

On 2 June 2015, IGB had offered 24,731,000 option shares or 1.85% of the total issued and paid-up share capital (excluding treasury shares) of IGB, for subscription by the Directors and Executives of IGB Group ("First Group of Eligible Persons") at the subscription price of RM2.88 based on the 5-day volume weighted average market price i.e. 26 May 2015 to 1 June 2015, with vesting period commencing from 1 July 2015 to 25 May 2020.

#### A6. Dividends Paid

There was no payment of dividend during the financial period ended 30 June 2015.





# GOLDIS BERHAD

## Notes to the Interim Financial Report

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

#### A8. 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.

#### A9. Effects of Changes in the Composition of the Group

On 11 March 2015, the Group, announced to Bursa Malaysia that, Goldis had acquired the entire issued and paid-up share capital of 2 ordinary shares of RM1.00 each in Elements Wellness Sdn Bhd (formerly known as Energy Spectra Sdn Bhd) for a cash consideration of RM2.00.

On 29 April 2015, the Group via its subsidiary, IGB Corporation Berhad ("IGB") announced to Bursa Malaysia that IGB, a 73.32% owned subsidiary of the Company, had acquired the entire issued and paid-up share capital of 2 ordinary shares of RM1.00 each in IGB Development Management Services Sdn Bhd for a cash consideration of RM2.00.

On 24 June 2015, the Group via its subsidiary, IGB announced to Bursa Malaysia that its wholly-owned subsidiary, Ensignia Construction Sdn Bhd had formed a 70%-30% joint venture with Southkey City Sdn Bhd, known as Aspire Odyssey Sdn Bhd, through the execution of a Shareholders Agreement dated 23 June 2015.

#### A10. Capital Commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 June 2015 are as follows:

	RM'000
Approved and contracted for:	
- Investment properties	1,178,725
- Property, plant and equipment	66,613
	<u>1,245,338</u>
Approved but not contracted for:	
- Property, plant and equipment	10,678
	<u>10,678</u>

#### A11. Fair Value of Financial Instruments

The Group uses the following hierarchy for determining the fair value of all financial instruments carried at fair value:

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 – Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices)
- Level 3 – Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)

The following table presents the Group's financial assets that are measured at fair value:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets at fair value through profit or loss	18,998	-	-	18,998
Available-for-sale financial assets	-	10,297	50	10,347
	<u>18,998</u>	<u>10,297</u>	<u>50</u>	<u>29,345</u>

The methods and valuation techniques used for the purpose of measuring fair value are unchanged compared with the last financial year ended 31 December 2014.

There have been no transfers between the levels of the fair value hierarchy during the financial period ended 30 June 2015.

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

The revenue of the Group for the 6 months period ended 30 June 2015 increased by 3.2% to RM660.0 million as compared to RM639.8 million in the corresponding quarter of the preceding year. The increase in revenue was mainly contributed by the Property Development segment with an increase of RM27.3 million.

The Group recorded profit before taxation of RM218.9 million, a decrease of 9.3% as compared to RM241.3 million in the corresponding quarter of the preceding year.

**Property Investment - Retail and Commercial**

The property - retail segment represented by IGB REIT, the owner of Midvalley Megamall and The Garden Mall, registered a higher revenue of RM236.0 million for the first 6 months of the year, an increase of 5.8% as compared to the corresponding 6 months of the preceding year of RM223.0 million. The segment results of RM160.0 million for the first 6 months was increased by 13.5% as compared to the corresponding 6 months of the preceding year of RM141.0 million. The improved performance was attributable to the increase from assets enhancement initiatives and turnover rentals.

As for the property investment - commercial segment revenue recorded of RM93.6 million and segmental result of RM50.0 million for the first 6 months of the year was lower by 5.6% and 6.7% compared to the revenue of RM99.2 million and segment result of RM53.6 million for the corresponding 6 months of the preceding year. Four of the Five office towers in Mid Valley City are closed to 100% occupancy whilst the fifth tower, Centrepoint North which was occupied by a single tenant is now vacant. Efforts are being made to find new tenants for the building. The occupancy in Plaza Permata is 94% whilst GTower and Menara Tan & Tan recorded occupancy rate of 85% and 87% respectively.

**Property Development**

Our Group's property development segment registered a revenue of RM120.4 million for the first 6 months of the year, representing an increase of 29.3% compared to the corresponding first 6 months of preceding year of RM93.1 million. However, the segment results of RM35.5 million for the first 6 months of the year was 10.4% lower as compared to the segment results of RM39.6 million for the corresponding 6 months of preceding year. The Group's condominium development known as G Residence at Desa Pandan, Kuala Lumpur was completed and handed over to buyers in March 2015. The Group's service apartment development known as Three28 Tun Razak which was launched in October 2013 has achieved sales of over 93% with total sales value of RM157.0 million. During the last quarter of 2014, the Group had a soft launched for the 41 units of strata bungalows called Park Manor at Sierramas with total Gross Development Value of about RM 173.0 million as well as another new development called Damai Residence located off Jalan Ampang, Kuala Lumpur in the vicinity of Ampwalk. Damai Residence comprises of 30 units of highly exclusive condominiums plus 1 penthouse in a 20-storey building with total Gross Development Value of about RM50.0 million.

**Hotel**

The performance of the hotel segment for the first half of 2015 was below expectation. Revenue of RM163.4 million for the first 6 months of the year was lower compared to the revenue of RM186.5 million in the corresponding 6 months of the preceding year as the occupancy rate in all the hotels and average room rates were lower. As a result, the segment result of RM28.0 million for the first 6 months of the year was 27.1% lower compared to the segment result of RM38.4 million in the corresponding quarter of the preceding year.

In February 2015, the Group had a soft opening for its newest addition to the Cititel Express brand, the 210-room Cititel Express Ipoh. In addition, the 234-room Cititel Express Penang and 415-room St Giles Wembley Penang also opened its doors for business in April 2015. The 280-room The Tank Stream St Giles Premier Hotel in Sydney, Australia has also opened. With the additional of these 1,139 rooms to the Group's room inventory, the Group expects contribution from the Hotel division to improve towards the later part of the year.

**B2. Comparison with Preceding Quarter's Results**

The Group recorded a revenue of RM294.5 million for the current quarter as compared to the preceding quarter of RM365.5 million which was 19.4% lower.

The Group's profit before tax of RM97.5 million for the current quarter also decreased by 19.8% as compared to the profit before tax reported in the preceding quarter of RM121.5 million.

**B3. Prospects for 2015**

The Board is cautiously optimistic that the performance for the Group for FY2015 will be satisfactory although 2015 is expected to be a challenging year.

**Property Investment - Retail and Commercial**

The property investment segment will be more challenging in the short term with an increase in the supply of new retail and office space in Kuala Lumpur.

**GOLDIS BERHAD**

## Notes to the Interim Financial Report

**B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad****B3. Prospects for 2015 (cont'd)****Property Development**

2015 is expected to be a tough year for the property development segment.

**Hotel**

Our Group expects a challenging year for our hotel segment going forward.

**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 previous financial year.

**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 the previous financial year.

**B6. Taxation**

	Current Quarter RM'000	Current YTD RM'000
Current tax:		
- Malaysian tax	29,745	60,618
- Foreign tax	845	1,958
	<u>30,590</u>	<u>62,576</u>
Deferred Tax	(1,262)	655
	<u>29,328</u>	<u>63,231</u>

The effective tax rate of the Group for the current quarter was higher than the statutory tax rate as certain expenses incurred during the current quarter were not allowed for tax purposes.

**B7. Status of Corporate Proposals**

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

**B8. Details of Group Borrowings and Debt Securities**

The Groups' borrowings and debts securities as at 30 June 2015 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Current</b>			
Revolving credits	1,621,189	275,168	1,896,357
<b>Non-current</b>			
Term loans	1,661,945	-	1,661,945
<b>Total</b>	<u>3,283,134</u>	<u>275,168</u>	<u>3,558,302</u>

The currency exposure profile of bank borrowings is as follows:

	Local currency (in '000)	RM equivalent (in '000)
Ringgit Malaysia		3,088,797
British Pound Sterling	62,500	372,326
Australian Dollar	27,000	78,459
United States Dollar	5,000	18,720
		<u>3,558,302</u>

**B9. Changes in Material Litigations**

As at the reporting date, there were no pending material litigation since the last financial year ended 31 December 2014 and up to the reporting date.

**B10. Dividends Declared and Paid Subsequent to the financial period ended 30 June 2015**

A dividend of 2% (based on the issue price of RM1.00) per Redeemable Convertible Cumulative Preference Shares of RM0.01 each ("RCPS") for the six month period from and including 16 February 2015 up to and including 15 August 2015 in respect of the financial year ending 31 December 2015 under the single tier system has been declared by the Board of Directors of Goldis Berhad on 6 July 2015. The book closure date for the RCPS dividend is on 23 July 2015 to determine shareholders' entitlement and the said dividend paid out on 11 August 2015.

A first interim dividend of 2 sen per Ordinary Share for the financial year ending 31 December 2015 under the single tier system has been declared by the Board of Directors of Goldis Berhad on 9 July 2015. The book closure date for the first interim dividend is on 28 July 2015 to determine shareholders' entitlement and the said dividend paid out on 13 August 2015.

**GOLDIS BERHAD**

## Notes to the Interim Financial Report

**B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad****B11. Earnings Per Share****(a) Basic 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)	24,995	58,383
Weighted average no. of ordinary shares in issue ('000)	607,636	607,636
Basic earnings per share (sen)	<u>4.11</u>	<u>9.61</u>

**(b) Diluted Earnings Per Share**

For diluted earnings per share of the Group, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares. The Group has dilutive potential ordinary shares from maximum conversion of RCPS.

	Current Quarter	Current PTD
Profit for basic EPS (RM'000)	24,995	58,383
Add: interest on RCPS saved as a result of conversion (RM'000)	1,208	1,673
Less: tax relief thereon (RM'000)	<u>(290)</u>	<u>(580)</u>
Adjusted Earning (RM'000)	<u>25,913</u>	<u>59,476</u>
Weighted average no. of ordinary shares in issue ('000)	607,636	607,636
Adjustments for potential dilutive on maximum conversion of RCPS ('000)	<u>199,880</u>	<u>133,254</u>
Weighted average number of ordinary shares for diluted earnings per share	<u>807,516</u>	<u>740,890</u>
Diluted earnings per share (sen)	<u>3.21</u>	<u>8.03</u>

**B12. Notes to Statements of Comprehensive income**

	Current Quarter	Current YTD
	RM'000	RM'000
(a) Interest income	14,280	23,166
(b) Other income including investment income	5,947	19,703
(c) Interest expenses	34,055	71,530
(d) Depreciation and amortisation	36,355	71,495
(e) Reversal of impairment on receivables	-	2,686
(f) Foreign exchange gain/(loss)	35	<u>(1,192)</u>

**B13. Realised and Unrealised Retained Earnings**

	As at 30.6.2015	As at 31.12.2014
	RM'000	RM'000
Total Retained Earnings		
- Realised	1,497,077	1,349,350
- Unrealised	<u>(202,968)</u>	<u>(184,279)</u>
	1,294,109	1,165,071
Total Share of Retained Profits from Associate		
- Realised	252,415	303,852
- Unrealised	<u>(3,291)</u>	<u>(4,118)</u>
	1,543,233	1,464,805
Less: Consolidation Adjustments	<u>(230,570)</u>	<u>(204,665)</u>
Total Retained Earnings	<u>1,312,663</u>	<u>1,260,140</u>

**B14. Audit Report Qualification and Status of Matters Raised**

The audit report of the Group's annual financial statements for the year ended 31 December 2014 did not contain any qualification.