

# **GOLDIS BERHAD**

## **Interim Financial Report**

For the financial period ended 31 March 2017

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### **CONTENTS**

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**Condensed Consolidated Income Statement**

**Condensed Consolidated Statement of Comprehensive Income**

**Condensed Consolidated Statement of Financial Position**

**Condensed Consolidated Statement of Changes in Equity**

**Condensed Consolidated Statement of Cash Flows**

#### **Part A**

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

- A1. Accounting Policies and Methods of Computation
- A2. Explanatory Comments about the Seasonality or Cyclicalities of Interim Operations
- A3. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows
- A4. Material Changes in Estimates
- A5. Capital Management, Issuances, Repurchases, and Repayment of Debt and Equity Securities
- A6. Dividends Paid
- A7. Operating Segment Reporting
- A8. Material Events Subsequent to the End of the Interim Period
- A9. Effects of Changes in the Composition of the Group
- A10. Capital Commitments
- A11. Fair Value of Financial Instruments

#### **Part B**

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

- B1. Review of Performance
  - B2. Comparison with Preceding Quarter's Results
  - B3. Commentary on Prospects for the Remaining Period of the Current Financial Year
  - B4. Variance of Actual Profit from Forecast Profit or Profit Guarantee
  - B5. Statement by Directors
  - B6. Taxation
  - B7. Status of Corporate Proposals
  - B8. Details of Group Borrowings and Debt Securities
  - B9. Changes in Material Litigations
  - B10. Proposed Dividends
  - B11. Earnings Per Share
  - B12. Notes to Statements of Comprehensive Income
  - B13. Realised and Unrealised Retained Earnings
  - B14. Audit Report Qualification and Status of Matters Raised
-

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

For the financial period ended 31 March 2017

*(The figures have not been audited)*

	Current Year Quarter 31.3.2017 RM'000	Preceding Year Quarter 31.3.2016 RM'000	Current Year To-Date 31.3.2017 RM'000	Preceding Year To-Date 31.3.2016 RM'000
Revenue	281,546	304,908	281,546	304,908
Cost of sales	(123,852)	(146,600)	(123,852)	(146,600)
Gross profit	157,694	158,308	157,694	158,308
Other operating income	45,729	5,481	45,729	5,481
Administrative expenses	(39,372)	(59,420)	(39,372)	(59,420)
Other operating expenses	(23,457)	(8,660)	(23,457)	(8,660)
Profit from operations	140,594	95,709	140,594	95,709
Finance income	11,721	10,267	11,721	10,267
Finance costs	(29,360)	(34,965)	(29,360)	(34,965)
Share of results of associates and joint ventures	2,484	19,309	2,484	19,309
Profit before taxation	125,439	90,320	125,439	90,320
Tax expense	10,807	(16,092)	10,807	(16,092)
<b>Profit for the financial period</b>	<b>136,246</b>	<b>74,228</b>	<b>136,246</b>	<b>74,228</b>
<b>Attributable to:</b>				
Owners of the parent	73,169	31,013	73,169	31,013
Non-controlling interests	63,077	43,215	63,077	43,215
<b>Profit for the financial period</b>	<b>136,246</b>	<b>74,228</b>	<b>136,246</b>	<b>74,228</b>
<b>Earnings per share attributable to equity holders of the Company (sen)</b>				
Basic	12.03	5.10	12.03	5.10
Diluted	9.14	3.94	9.14	3.94

The condensed consolidated income statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 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 2017

*(The figures have not been audited)*

	<b>Current Year Quarter 31.3.2017 RM'000</b>	Preceding Year Quarter 31.3.2016 RM'000	<b>Current Year To-Date 31.3.2017 RM'000</b>	Preceding Year To-Date 31.3.2016 RM'000
<b>Profit for the financial period</b>	<b>136,246</b>	74,228	<b>136,246</b>	74,228
<b>Other comprehensive income/(loss):</b>				
Currency translation differences				
- equity holders	<b>(11,602)</b>	(53,323)	<b>(11,602)</b>	(53,323)
- non-controlling interests	<b>(4,791)</b>	(17,483)	<b>(4,791)</b>	(17,483)
Available-for-sale financial assets				
- net change in fair value	<b>6,956</b>	-	<b>6,956</b>	-
Items that may be subsequently reclassified to profit or loss	<b>(9,437)</b>	(70,806)	<b>(9,437)</b>	(70,806)
<b>Total comprehensive income for the financial period</b>	<b>126,809</b>	3,422	<b>126,809</b>	3,422
<b>Attributable to:</b>				
Owners of the parent	<b>68,523</b>	(22,310)	<b>68,523</b>	(22,310)
Non-controlling interests	<b>58,286</b>	25,732	<b>58,286</b>	25,732
<b>Total comprehensive income for the financial period</b>	<b>126,809</b>	3,422	<b>126,809</b>	3,422

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements the financial year ended 31 December 2016 and the accompanying explanatory notes attached to the interim financial statements.

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

As at 31 March 2017

*(The figures have not been audited)*

	31.3.2017 RM'000	31.12.2016 RM'000
<b>Assets</b>		
<b>Non-Current Assets</b>		
Property, plant and equipment	1,698,295	1,705,020
Inventories	254,549	252,906
Investment properties	2,803,647	2,725,284
Long term prepaid lease	415	422
Intangible assets	14,416	14,418
Biological assets	75	102
Associates and joint ventures	831,643	852,608
Available-for-sale financial assets	40,753	29,644
Concession receivables	101,840	100,302
Deferred tax assets	11,392	12,796
	<b>5,757,025</b>	<b>5,693,502</b>
<b>Current Assets</b>		
Inventories	523,135	513,609
Financial assets at fair value through profit or loss	13,332	17,778
Concession receivables	3,292	3,313
Amount owing from associates and joint ventures	70,945	66,952
Receivables and contract assets	274,728	207,574
Tax recoverable	40,877	24,206
Cash held under Housing Development Accounts	87,533	87,700
Deposits, cash and bank balances	1,438,413	963,599
	<b>2,452,255</b>	<b>1,884,731</b>
<b>Assets classified as held-for-sale</b>	<b>-</b>	<b>708,025</b>
	<b>2,452,255</b>	<b>2,592,756</b>
<b>Total Assets</b>	<b>8,209,280</b>	<b>8,286,258</b>
<b>Equity and Liabilities</b>		
<b>Equity Attributable To Owners Of The Parent</b>		
Share capital	644,425	610,891
Share premium	-	32,809
Treasury shares	(5,722)	(5,722)
Redeemable Convertible Cumulative Preference Shares	366,335	366,921
Other reserves	55,012	59,658
Retained earnings	1,557,471	1,487,329
	<b>2,617,521</b>	<b>2,551,886</b>
Non-controlling interests	1,342,958	1,299,380
<b>Total Equity</b>	<b>3,960,479</b>	<b>3,851,266</b>
<b>Liabilities</b>		
<b>Non-Current Liabilities</b>		
Payables and contract liabilities	95,691	90,129
Deferred tax liabilities	132,451	174,257
Redeemable Convertible Cumulative Preference Shares	40,647	49,004
Hire-purchase and finance lease payables	26	33
Interest bearing bank borrowings	2,831,083	2,654,236
	<b>3,099,898</b>	<b>2,967,659</b>
<b>Current Liabilities</b>		
Payables and contract liabilities	500,322	745,187
Amount owing to associates	4	4
Current tax liabilities	110,814	107,561
Redeemable Convertible Cumulative Preference Shares	15,092	15,092
Hire-purchase and finance lease payables	43	47
Interest bearing bank borrowings	522,628	599,442
	<b>1,148,903</b>	<b>1,467,333</b>
<b>Total Liabilities</b>	<b>4,248,801</b>	<b>4,434,992</b>
<b>Total Equity and Liabilities</b>	<b>8,209,280</b>	<b>8,286,258</b>
<b>Net assets per share attributable to ordinary equity holders of the Company</b>	<b>4.30</b>	<b>4.20</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 2016 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 2017

(The figures have not been audited)

	Attributable to owners of the parent								
	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	Non-Controlling Interests RM'000	Total Equity RM'000
<b>At 1 January 2017</b>	610,891	32,809	(5,722)	366,921	59,658	1,487,329	2,551,886	1,299,380	3,851,266
<b>Adjustments for effects of Companies Act 2016 (Note A)</b>	32,809	(32,809)	-	-	-	-	-	-	-
<b>Comprehensive income</b>									
Profit for the financial period	-	-	-	-	-	73,169	73,169	63,077	136,246
Other comprehensive income	-	-	-	-	(4,646)	-	(4,646)	(4,791)	(9,437)
<b>Total comprehensive income for the financial period</b>	-	-	-	-	(4,646)	73,169	68,523	58,286	126,809
<b>Transactions with owners</b>									
Conversion of Redeemable Convertible Cumulative Preference Shares to ordinary shares	725	-	-	(586)	-	-	139	-	139
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(17,735)	(17,735)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	(3,027)	(3,027)	3,027	-
<b>Total transactions with owners</b>	725	-	-	(586)	-	(3,027)	(2,888)	(14,708)	(17,596)
<b>At 31 March 2017</b>	644,425	-	(5,722)	366,335	55,012	1,557,471	2,617,521	1,342,958	3,960,479
<b>At 1 January 2016</b>	610,494	32,340	(5,722)	367,650	86,709	1,346,410	2,437,881	1,248,004	3,685,885
<b>Comprehensive income</b>									
Profit for the financial period	-	-	-	-	-	31,013	31,013	43,215	74,228
Other comprehensive income	-	-	-	-	(53,323)	-	(53,323)	(17,483)	(70,806)
<b>Total comprehensive income for the financial period</b>	-	-	-	-	(53,323)	31,013	(22,310)	25,732	3,422
<b>Transactions with owners</b>									
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	(20,935)	(20,935)
Changes in ownership interests in subsidiaries that do not result in a loss of control	-	-	-	-	-	(2,811)	(2,811)	2,811	-
<b>Total transactions with owners</b>	-	-	-	-	-	(2,811)	(2,811)	(18,124)	(20,935)
<b>At 31 March 2016</b>	610,494	32,340	(5,722)	367,650	33,386	1,374,612	2,412,760	1,255,612	3,668,372

### Note A

With the Companies Act 2016 ("New Act") coming into effect on 31 January 2017, the credit standing in the share premium of RM32,809,000, has been transferred to the share capital account. Pursuant to subsection 618 (3) of the New Act, the Company may exercise its right to use the credit amounts being transferred from share premium within 24 months after the commencement of the New Act. The Board of Directors will make a decision thereon by 31 January 2019.

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 2016 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 2017

*(The figures have not been audited)*

	Current Year 31.3.2017 RM'000	Preceding Year 31.3.2016 RM'000
<b>Operating Activities</b>		
Cash receipts from customers	306,900	250,860
Cash paid to suppliers and employees	(382,290)	(166,174)
Cash flows (used in)/generated from operations	(75,390)	84,686
Interests paid	(39,312)	(38,271)
Income taxes paid	(43,547)	(25,918)
<b>Net cash (used in)/generated from operating activities</b>	<b>(158,249)</b>	<b>20,497</b>
<b>Investing Activities</b>		
Investment in associates	-	(1,168)
Additional investment in available-for-sale financial assets	(4,153)	(4,482)
Proceed from disposal of financial assets through profit and loss	4,339	-
Additions in investment properties, land held for property development and property, plant and equipments	(153,991)	(48,790)
Proceed from disposal of property, plant and equipments	765,000	-
Additions in intangible assets	-	(8)
Advances to associates & joint ventures - net	(3,500)	(13,145)
Deposit released by license bank	-	91,297
Interest received	10,534	9,088
<b>Net cash generated from investing activities</b>	<b>618,229</b>	<b>32,792</b>
<b>Financing Activities</b>		
Dividend paid to holders of RCPS	(9,096)	(9,115)
Dividend paid to non-controlling interests	(89,430)	(82,983)
Repayments of borrowings	(31,600)	(55,805)
Proceeds from borrowings	142,990	8,962
Payments of hire-purchase and finance lease liabilities	(11)	(11)
<b>Net cash generated from/(used in) financing activities</b>	<b>12,853</b>	<b>(138,952)</b>
Net increase/(decrease) in cash and cash equivalents during the financial period	472,833	(85,663)
Currency translation differences	1,814	3,390
Cash and cash equivalents at beginning of the financial period	1,012,025	576,052
<b>Cash and cash equivalents at end of the financial period</b>	<b>1,486,672</b>	<b>493,779</b>

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 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 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 year ended 31 December 2016. 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 2016, except for the followings:

- Amendments to MFRS 107 'Statement of Cash Flow - Disclosure Initiative'
- Amendments to MFRS 112 'Income Taxes - Recognition of Deferred Tax Assets for Unrealised Losses'

The adoption of the above Amendments to MFRS has no significant impact to the Group's interim financial reports for the current quarter or the comparative consolidated financial statements of the previous financial period.

#### 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 results for the current financial period.

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

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities, share buy backs and share cancellations for the current financial period, except as below:-

- (i) Non-cash conversion of 726,500 Redeemable Convertible Cumulative Preference Shares ("RCPS") at an issue price of RM1.00 per RCPS into 318,638 ordinary shares at a conversion price of RM2.28;
- (ii) The number of treasury shares held as at 31 March 2017 and up to the date of this report remained at 2,858,020 (31.12.2016: 2,858,020) ordinary shares.

#### A6. Dividends Paid

The following dividend payment was made in respect of financial year ended 31 December 2016:

A dividend of 2% (based on the issue price of RM1.00) per RCPS under the single tier system has been declared by the Board of Directors of Goldis Berhad was paid out on 14 February 2017.

**RM'000**

9,096





# 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

There were no changes in the composition of the Group during the interim period up to the date of this report.

#### A10. Capital Commitments

Authorised capital commitments not recognised in the interim financial statements as at 31 March 2017 are as follows:

	RM'000
Approved and contracted for:	
- Investment properties	760,443
- Property, plant and equipment	7,528
	<u>767,971</u>
Approved but not contracted for:	
- Investment properties	199,289
- Property, plant and equipment	7,620
	<u>206,909</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	13,332	-	-	13,332
Available-for-sale financial assets	-	40,753	-	40,753
	<u>13,332</u>	<u>40,753</u>	<u>-</u>	<u>54,085</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 2016.

There have been no transfers between the levels of the fair value hierarchy during the financial period ended 31 March 2017.

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

The Group's revenue for the 3 months period ended 31 March 2017 decreased by 7.7% to RM281.5 million as compared to RM304.9 million for the 3 months period ended 31 March 2016. The decrease in revenue was mainly due to lower contribution from the property development segment and hotel segment.

Our Group recorded higher profit before taxation of RM125.4 million for the 3 months period ended 31 March 2017 as compared to RM90.3 million for the corresponding 3 months period in the preceding year, which represented an increase of 38.9%. This was mainly due to a one-off gain on disposal of a property, plant and equipment by a subsidiary.

**Property Investment - Retail and Commercial**

The property investment - retail segment represented by IGB REIT, the owner of Midvalley Megamall and The Gardens Mall, registered a slight increase in revenue of RM132.5 million and segmental profit of RM89.3 million for the 3 months period ended 31 March 2017 as compared to the revenue of RM125.3 million and segmental profit of RM82.7 million for the corresponding 3 months period in the preceding year, which represented an increase of 5.7% and 8.0% respectively. The increase in revenue and segmental profit were mainly due to higher total rental income.

The property investment - commercial segment recorded a revenue of RM43.4 million for the 3 months period ended 31 March 2017 as compared to the revenue of RM42.2 million for the corresponding 3 months period in the preceding year, representing an increase of 2.8%. Four of the office towers in Mid Valley City are above 90% occupancy whilst the fifth tower, Centrepoint North is currently about 60% occupied. The occupancy in Plaza Permata, GTower and Menara Tan & Tan are at 93%, 81% and 80% respectively.

**Property Development**

Our Group's property development segment registered a lower revenue of RM6.0 million for the 3 months period ended 31 March 2017 as compared to the revenue of RM14.9 million for the corresponding 3 months period in the preceding year, which was lower by 59.7% mainly because our Group has not launched any new development projects, in view of the weak sentiment in the property sector.

Currently, our Group has two on-going projects in hand which are the 31-unit condominium known as "Damai Residence" in the vicinity of The Ampwalk, Kuala Lumpur which is about 70% completed and the 400-unit condominium known as Stonor 3, located in the vicinity of KLCC which is about 25% completed.

**Hotel**

The hotel division registered a lower revenue of RM79.4 million for the 3 months period ended 31 March 2017 as compared to the revenue of RM99.5 million for the corresponding 3 months period in the preceding year, which represented a decrease of 20.2%, mainly due to the results from the disposal of the 3 hotels, namely, Cititel Express Kuala Lumpur, MiCasa Hotel Apartment, Yangon in 2016 and Renaissance Kuala Lumpur Hotel in January 2017.

The segment profit of RM44.2 million for the 3 months period ended 31 March 2017 was higher compared to the corresponding 3 months period in the preceding year of RM9.0 million, due to the one off gain on disposal of Renaissance Kuala Lumpur Hotel.

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

The Group recorded a revenue of RM281.5 million for the current quarter as compared to the preceding quarter of RM312.2 million which was lower by 9.8% mainly due to lower revenue from the property development segment and the hotel segment during the current quarter.

The Group's profit before tax of RM125.4 million for the current quarter increased by 67.4% as compared to the profit before tax reported in the preceding quarter of RM74.9 million mainly due a one off gain of RM34.3 million from the disposal of property, plant and equipment by a subsidiary.

**B3. Prospects for 2017**

The Board expects the performance of the Group for 2017 to be satisfactory, despite 2017 being a challenging year.

**Property Investment - Retail and Commercial**

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

**Property Development**

2017 will be a difficult year for the property development segment.

**Hotel**

With the gain recognised upon completion of the disposal of Renaissance Kuala Lumpur Hotel this quarter, the hotel segment performance in 2017 will be better than 2016.

## GOLDIS BERHAD

### Notes to the Interim Financial Report

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

##### 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	Current YTD
	RM'000	RM'000
Current tax:		
- Malaysian tax	29,273	29,273
- Foreign tax	592	592
	<u>29,865</u>	<u>29,865</u>
Deferred Tax	<u>(40,672)</u>	<u>(40,672)</u>
	<u>(10,807)</u>	<u>(10,807)</u>

The effective income tax rate of the Group for the current year to date is lower than the statutory tax rate mainly due to certain income not subjected to tax. Furthermore, there is a transfer from deferred tax arising from the disposal of property, plant and equipment by a subsidiary for an amount of RM41.0 million.

##### B7. Status of Corporate Proposals

On 23 February 2017, the Company has proposed to acquire the entire equity interest in IGB not already owned by the Company by way of a members' scheme of arrangement to be undertaken by IGB pursuant to Section 366 of the Companies Act, 2016 ("Proposed Scheme").

The Proposed Scheme will make IGB a wholly-owned subsidiary of the Company, which will likely eliminate the holding company discount of both entities. The completion of the Proposed Scheme will result in the delisting of IGB from the Main Market of Bursa Malaysia.

In consideration of the acquisition of IGB shares by the Company, the Company is offering RM3.00 ("offer price") for each IGB share held. The settlement of the offer price, will be made by either one of the 3 options, at the election of IGB's shareholders are as follows:

- i) 100% cash option;
- ii) 30% of the offer price in cash and 70% of the offer price in new ordinary shares in Goldis at an issue price of RM3.00 per Goldis share; or
- iii) 20% of the offer price in cash and 80% of the offer price in Goldis New Redeemable Convertible Preference Shares ("New RCPS") at an issue price of RM3.28 per New RCPS.

The total consideration for the acquisition of the remaining equity interest in IGB is expected to amount to RM1,064.11 million, assuming the outstanding IGB ESOS options are not exercised.

On 30 March 2017, the Company announced that IGB requested for an extension of time up to 28 April 2017 to revert with its decision whether to put forward the Proposed Scheme to the shareholders of IGB for consideration. The request was agreed by the Company on an even date.

On 26 April 2017, the Company announced that the Company received a letter from IGB that the Board of Directors of IGB (other than the interested directors) had decided to put forward the Proposed Scheme to the Scheme Shareholders (the shareholders of IGB other than Goldis) for consideration based on the preliminary opinion of the Independent Adviser.

**GOLDIS BERHAD**

## Notes to the Interim Financial Report

**B. Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad****B8. Details of Group Borrowings and Debt Securities**

The Groups' borrowings and debts securities as at 31 March 2017 are as follows:

	Secured RM'000	Unsecured RM'000	Total RM'000
<b>Current</b>			
Revolving credits	365,623	100,662	466,285
Term loans	56,343	-	56,343
<b>Non-current</b>			
Revolving credits	892,000	-	892,000
Term loans	1,939,083	-	1,939,083
<b>Total</b>	<b>3,253,049</b>	<b>100,662</b>	<b>3,353,711</b>

The currency profile of bank borrowings is as follows:

	Local currency (in '000)	RM equivalent (in '000)
Ringgit Malaysia		3,262,289
Australian Dollar	17,000	50,730
United States Dollar	9,200	40,692
		<b>3,353,711</b>

**B9. Changes in Material Litigations**

As at the reporting date, there were no pending material litigation since the last financial year ended 31 December 2016 and up to the reporting date which exceeds 5% of the net assets of the Group.

**B10. Proposed Dividends**

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

**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)	73,169	73,169
Weighted average no. of ordinary shares in issue ('000)	608,069	608,069
Basic earnings per share (sen)	<b>12.03</b>	<b>12.03</b>

**(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 YTD
Profit for basic EPS (RM'000)	73,169	73,169
Add: Interest on RCPS saved as a result of conversion (RM'000)	827	827
Less: Tax relief thereon (RM'000)	(179)	(179)
Adjusted Earning (RM'000)	<b>73,817</b>	<b>73,817</b>
Weighted average no. of ordinary shares in issue ('000)	608,069	608,069
Adjustments for potential dilutive on maximum conversion of RCPS ('000)	199,165	199,165
Weighted average number of ordinary shares for diluted earnings per share	<b>807,234</b>	<b>807,234</b>
Diluted earnings per share (sen)	<b>9.14</b>	<b>9.14</b>

**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	11,721	11,721
(b) Other income including investment income	45,729	45,729
(c) Interest expenses	(29,360)	(29,360)
(d) Depreciation and amortisation	(33,272)	(33,272)
(e) Unrealised foreign exchange loss	(1,192)	(1,192)
(f) Foreign exchange gain	2,296	2,296
(g) Gain on disposal of properties, plant and equipments	<u>34,278</u>	<u>34,278</u>

**B13. Realised and Unrealised Retained Earnings**

	As at 31.3.2017	As at 31.12.2016
	RM'000	RM'000
Total Retained Earnings		
- Realised	1,677,795	1,642,152
- Unrealised	<u>(145,162)</u>	<u>(174,698)</u>
	1,532,633	1,467,454
Total Share of Retained Profits from Associate		
- Realised	269,984	268,454
- Unrealised	<u>(10,716)</u>	<u>(6,267)</u>
	1,791,901	1,729,641
Less: Consolidation Adjustments	<u>(234,430)</u>	<u>(242,312)</u>
Total Retained Earnings	<u>1,557,471</u>	<u>1,487,329</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 2016 did not contain any qualification.