



PARKSON HOLDINGS BERHAD

A Member of The Lion Group

(89194-P)

Interim Financial Report
for the Third Quarter Ended
31 March 2015

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PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	<u>Note</u>	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
		31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
Gross sales proceeds		3,429,381	3,188,279	9,217,038	9,026,495
Revenue	7	1,048,885	957,951	2,879,178	2,737,371
Other operating income		105,537	73,552	258,153	235,548
Operating expenses		(1,060,490)	(899,970)	(2,935,584)	(2,698,119)
Operating profit		93,932	131,533	201,747	274,800
Finance income		29,717	30,922	80,513	83,415
Finance costs		(24,238)	(19,908)	(66,774)	(59,468)
Share of results of associates		18	146	141	1,928
Share of results of joint ventures		2,871	5,165	10,801	14,323
Gain on disposal of a property		-	-	108,868	-
Impairment loss on goodwill		-	-	(43,685)	-
Provision for arbitral award in respect of tenancy agreement		(82,394)	-	(82,394)	-
Profit before tax	23	19,906	147,858	209,217	314,998
Income tax expense	16	(15,448)	(45,698)	(66,708)	(129,235)
Profit for the period		4,458	102,160	142,509	185,763
Profit for the period attributable to :					
- Owners of the parent		2,964	55,064	133,785	111,388
- Non-controlling interests		1,494	47,096	8,724	74,375
		4,458	102,160	142,509	185,763
Earnings per share attributable to owners of the parent (sen) :					
- Basic	21	0.29	5.25	12.63	10.43
- Diluted	21	0.29	5.25	12.63	10.43

(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements)

PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
Profit for the period	4,458	102,160	142,509	185,763
<u>Other comprehensive income/(loss)</u>				
- Foreign currency translation, representing item that may be reclassified subsequently to profit or loss	203,317	(84,529)	475,847	45,329
Total comprehensive income for the period	207,775	17,631	618,356	231,092
Total comprehensive income for the period attributable to :				
- Owners of the parent	127,070	9,072	409,775	136,252
- Non-controlling interests	80,705	8,559	208,581	94,840
	207,775	17,631	618,356	231,092

(The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements)

PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	<u>Note</u>	AS AT 31.3.2015 RM'000	AS AT 30.6.2014 RM'000
ASSETS			
Non-Current Assets			
Property, plant and equipment		2,481,049	2,090,548
Investment properties		198,547	109,036
Intangible assets		1,528,770	1,336,182
Land use rights		287,888	255,163
Investments in associates		1,220	69,282
Investments in joint ventures		37,284	33,976
Deferred tax assets		145,397	120,447
Other assets and derivatives		1,009,229 (#)	430,108
Investment securities		30,244	30,233
		5,719,628	4,474,975
Current Assets			
Inventories		352,661	325,759
Receivables		652,357	816,700 (#)
Deposits, cash and bank balances		3,308,921	2,626,096
		4,313,939	3,768,555
Non-current assets classified as held for sale		-	225,273
		4,313,939	3,993,828
TOTAL ASSETS		10,033,567	8,468,803
EQUITY AND LIABILITIES			
Share capital		1,093,902	1,093,902
Other reserves		1,485,530	1,425,524
Retained profits		202,185	69,398
Equity attributable to owners of the parent		2,781,617	2,588,824
Non-controlling interests		1,706,106	1,604,685
Total equity		4,487,723	4,193,509
Non-Current Liabilities			
Deferred tax liabilities		144,689	141,050
Loans and borrowings	18	1,817,109	1,575,169
Long term payables		459,820	322,630
		2,421,618	2,038,849
Current Liabilities			
Payables and other liabilities		2,638,083	2,063,338
Loans and borrowings	18	458,051	143,452
Tax payables		28,092	29,655
		3,124,226	2,236,445
Total Liabilities		5,545,844	4,275,294
TOTAL EQUITY AND LIABILITIES		10,033,567	8,468,803
Net assets per share attributable to owners of the parent (RM)			
		2.64	2.50

(#) Includes prepayment for acquisition of land and building in Qingdao, China
(31.3.2015 : RM534 million ; 30.6.2014 : RM317 million)

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements)

PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

		Attributable to owners of the parent						Non-	
	Note	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Other reserves RM'000	Retained profits RM'000	Total RM'000	controlling interests RM'000	Total equity RM'000
31 March 2015									
At 1 July 2014		1,093,902	3,536,816	(166,672)	(1,944,620)	69,398	2,588,824	1,604,685	4,193,509
Total comprehensive income for the period		-	-	-	275,990	133,785	409,775	208,581	618,356
Transfer to capital reserves		-	-	-	998	(998)	-	-	-
Purchase of treasury shares	5	-	-	(216,982)	-	-	(216,982)	-	(216,982)
Purchase and cancellation of treasury shares by a subsidiary		-	-	-	-	-	-	(32,080)	(32,080)
Dividend paid - Share dividend	6	-	(292,214)	292,214	-	-	-	-	-
Dividends to non-controlling interests		-	-	-	-	-	-	(75,080)	(75,080)
At 31 March 2015		1,093,902	3,244,602	(91,440)	(1,667,632)	202,185	2,781,617	1,706,106	4,487,723
31 March 2014									
At 1 July 2013		1,093,902	3,731,416	(58,172)	(2,018,313)	10,318	2,759,151	1,625,336	4,384,487
Total comprehensive income for the period		-	-	-	24,864	111,388	136,252	94,840	231,092
Transfer to capital reserves		-	-	-	2,067	(2,067)	-	-	-
Employee share-based payments		-	-	-	1,608	197	1,805	1,666	3,471
Purchase of treasury shares		-	-	(176,642)	-	-	(176,642)	-	(176,642)
Purchase and cancellation of treasury shares by a subsidiary		-	-	-	443	-	443	(33,161)	(32,718)
Dividends to non-controlling interests		-	-	-	-	-	-	(60,550)	(60,550)
At 31 March 2014		1,093,902	3,731,416	(234,814)	(1,989,331)	119,836	2,721,009	1,628,131	4,349,140

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements)

PARKSON HOLDINGS BERHAD (89194-P)

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Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	YEAR-TO-DATE ENDED	
	31.3.2015	31.3.2014
	RM'000	RM'000
<u>OPERATING ACTIVITIES</u>		
Profit before tax	209,217	314,998
Adjustments for :		
Non-cash items	228,904	212,113
Non-operating items	(24,681)	(40,199)
Operating profit before working capital changes	413,440	486,912
Changes in working capital :		
Net changes in assets	(150,095)	(125,788)
Net changes in liabilities	221,512	71,856
Others (mainly interest and tax paid)	(87,569)	(117,321)
	397,288	315,659
<u>INVESTING ACTIVITIES</u>		
Prepayment for acquisition of land and building	(168,676)	(106,013)
Acquisition of subsidiaries net of cash acquired	(54,417)	-
Acquisition of joint ventures	-	(16,300)
Proceeds from disposal of a property	349,000	-
Proceeds from disposal of an associate	75,292	-
Changes in deposits with banks	168,694	(72,530)
Others (mainly purchase of property, plant and equipment)	(272,435)	(222,503)
	97,458	(417,346)
<u>FINANCING ACTIVITIES</u>		
Dividends paid to non-controlling interests	(75,080)	(60,550)
Purchase of treasury shares	(216,982)	(209,360)
Loans and borrowings	252,177	94,708
	(39,885)	(175,202)
Net changes in cash and cash equivalents	454,861	(276,889)
Effects of changes in exchange rates	106,548	23,881
Cash and cash equivalents at beginning of period	979,590	1,238,078
Cash and cash equivalents at end of period	1,540,999	985,070
Cash and cash equivalents at end of period comprise the following :		
Deposits, cash and bank balances	3,308,921	2,831,079
Less : Bank overdrafts	(37,463)	-
Less : Deposits with banks with original maturity of more than three months when acquired	(1,730,459)	(1,846,009)
	1,540,999	985,070

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the year ended 30 June 2014 and the accompanying explanatory notes attached to the interim financial statements)

PARKSON HOLDINGS BERHAD (89194-P)

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(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS

1. Accounting policies and methods of computation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial statements also comply with International Accounting Standard ("IAS") 34 *Interim Financial Reporting* issued by the International Accounting Standards Board ("IASB").

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2014. These explanatory notes 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 financial year ended 30 June 2014.

The significant accounting policies adopted in the interim financial statements are consistent with those of the audited financial statements for the financial year ended 30 June 2014 except for the adoption of the following Amendments to MFRSs and IC Interpretation effective for the financial period beginning 1 July 2014 :

Amendments to MFRS 10, 12, 127 *Investment Entities*
Amendments to MFRS 132 *Offsetting Financial Assets and Financial Liabilities*
Amendments to MFRS 136 *Recoverable Amount Disclosures for Non-Financial Assets*
Amendments to MFRS 139 *Novation of Derivatives and Continuation of Hedge Accounting*
IC Interpretation 21 *Levies*
Amendment to MFRS 2 *Share-based Payment (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendment to MFRS 3 *Business Combinations (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendment to MFRS 3 *Business Combinations (Annual Improvements to MFRSs 2011-2013 Cycle)*
Amendment to MFRS 8 *Operating Segments (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendment to MFRS 13 *Fair Value Measurement (Annual Improvements to MFRSs 2011-2013 Cycle)*
Amendment to MFRS 116 *Property, Plant and Equipment (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendments to MFRS 119 *Defined Benefit Plans: Employee Contributions*
Amendment to MFRS 124 *Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendment to MFRS 138 *Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)*
Amendment to MFRS 140 *Investment Property (Annual Improvements to MFRSs 2011-2013 Cycle)*

The adoption of the above mentioned Amendments to MFRSs and IC Interpretation did not have any significant effect on the financial performance, position or presentation of financials of the Group.

2. Comments about seasonal or cyclical factors

The Group's retail operations generally perform better with higher sales generated during the festive and holiday seasons.

3. Unusual items due to their nature, size or incidence

Other than as disclosed in Note 23, there were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial year-to-date.

4. Changes in estimates

There were no changes in estimates that have had a material effect in the current quarter and financial year-to-date results.

5. Debt and equity securities

During the financial year-to-date, the Company repurchased a total of 91,804,200 ordinary shares of its issued ordinary shares from the open market at an average price of RM2.36 per share. The total consideration paid for the repurchase including transaction costs amounting to RM216.98 million was financed by internally generated funds. The shares repurchased are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965.

On 8 August 2014, a total of 61,703,857 treasury shares were distributed as share dividend on the basis of three (3) treasury shares for every fifty (50) ordinary shares of RM1.00 each held in the Company, fractions of treasury shares being disregarded. On 26 March 2015, a total of 50,954,468 treasury shares were distributed as share dividend on the basis of one (1) treasury share for every twenty (20) ordinary shares of RM1.00 each held in the Company, fractions of treasury shares being disregarded.

As at 31 March 2015, the number of treasury shares held after deducting share dividends distributed were 38,653,561 shares.

Other than the above, there were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities for the financial year-to-date.

6. Dividend paid

In respect of the financial year ending 30 June 2015, a total of 61,703,857 treasury shares and a total of 50,954,468 treasury shares were distributed as share dividend on 8 August 2014 and 26 March 2015 respectively, as mentioned in Note 5.

7. Revenue and segmental information

The Group's revenue for the financial year-to-date was as follows :

	RM'000	RM'000
Concessionaire sales (gross)	7,808,483	
Less : Cost of concessionaire sales	(6,337,860)	
Commissions from concessionaire sales		1,470,623
Sales of goods - Direct sales		1,152,232
Others (including rental income and management service fees)		256,323
		2,879,178

The Group's segmental information for the financial year-to-date was as follows :

	← Retailing →					
	Malaysia	People's Republic of China	Vietnam and Myanmar	Indonesia	Property and others	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue						
Total sales	696,933	1,892,508	92,286	117,553	82,983	2,882,263
Inter-segment sales	-	-	-	-	(3,085)	(3,085)
External sales	696,933	1,892,508	92,286	117,553	79,898	2,879,178
Results						
Segment profit/(loss)	95,544	115,287	(9,552)	(7,068)	7,536	201,747
Finance income						80,513
Finance costs						(66,774)
Share of results of associates						141
Share of results of joint ventures						10,801
Gain on disposal, impairment loss and provision for arbitral award						(17,211)
Profit before tax						209,217
Total assets	723,921	8,304,848	214,045	165,632	625,121	10,033,567

8. Subsequent events

Other than as disclosed in Note 17(a), there were no material events subsequent to the end of the current quarter.

9. Changes in composition of the Group

There were no material changes in the composition of the Group during the financial year-to-date other than the following:

- i) Acquisition by Gema Binari Sdn Bhd ("Gema Binari"), a wholly-owned subsidiary of the Company, of 60% equity interest in Giftmate Sdn Bhd.
- ii) Acquisition by Prime Yield Holdings Limited ("Prime Yield"), a wholly-owned subsidiary of the Company, of 60% equity interest in AUM Hospitality Sdn Bhd together with its group of companies.
- iii) Acquisition by Gema Binari of 50% equity interest in Valino International Apparel Sdn Bhd.
- iv) Disposal of the entire 47.46% equity interest in Odel PLC, an associate of the Company listed on the Colombo Stock Exchange in Sri Lanka by Parkson Retail Asia Limited, a 67.6% owned subsidiary of the Company via the acceptance of a mandatory offer.
- v) Incorporation of Parkson Branding (L) Limited in Labuan by Parkson Branding Sdn Bhd, a wholly-owned subsidiary of the Company.
- vi) Acquisition by Prime Yield of 100% equity interest in Prestasi Serimas Sdn Bhd.
- vii) Incorporation of Lion Food & Beverage Ventures Limited ("Lion Food & Beverage") in the British Virgin Islands by Grand Parkson Retail Group Limited, a wholly-owned subsidiary of Parkson Retail Group Limited ("Parkson Retail"), a 53.1% owned subsidiary of the Company.
- viii) Incorporation of Qingdao Parkson Shopping Plaza Co Ltd in the People's Republic of China ("PRC" or "China") by Parkson Retail Development Co Ltd, a wholly-owned subsidiary of Parkson Retail.
- ix) Incorporation of Qingdao Lion Plaza Retail Management Co Ltd in the PRC by Leonemas (Hong Kong) Limited, a wholly-owned subsidiary of Parkson Retail.
- x) Acquisition by Lion Food & Beverage of 100% equity interest in Parkson Food & Beverage Ventures Limited ("Parkson Food & Beverage"), a company incorporated in Hong Kong.
- xi) Dissolution of Shijiazhuang Parkson Retail Co Ltd, a company incorporated in the PRC, which was a wholly-owned subsidiary of Parkson Retail.
- xii) Incorporation of Shanghai Lion Parkson Management Consultant Co Ltd in the PRC by Shanghai Lion Parkson Investment Consultant Co Ltd, a wholly-owned subsidiary of Parkson Retail.
- xiii) Acquisition by Megan Mastika Sdn Bhd, a wholly-owned subsidiary of the Company, of 100% equity interest in Dimensi Andaman Sdn Bhd.
- xiv) Incorporation of Shanghai Lion Food & Beverage Management Co Ltd in the PRC by Parkson Food & Beverage.

10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets since 30 June 2014.

11. **Performance review**

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
Revenue				
Retailing :				
- Malaysia	248,702	212,945	696,933	666,883
- China	703,228	671,901	1,892,508	1,853,060
- Vietnam and Myanmar	31,830	30,978	92,286	87,851
- Indonesia	36,994	33,492	117,553	104,551
	1,020,754	949,316	2,799,280	2,712,345
Property and others	28,131	8,635	79,898	25,026
	1,048,885	957,951	2,879,178	2,737,371
Segment profit/(loss)				
Retailing :				
- Malaysia	31,792	24,933	95,544	96,469
- China	66,358	106,200	115,287	171,245
- Vietnam and Myanmar	1,423	224	(9,552)	(1,634)
- Indonesia	(5,469)	305	(7,068)	6,856
	94,104	131,662	194,211	272,936
Property and others	(172)	(129)	7,536	5,335
	93,932	131,533	201,747	278,271

For the 9 months period ended 31 March 2015, the Group's **Retailing** Division recorded a 3% higher revenue of RM2,799 million whilst operating profit contracted by 29% to RM194 million as compared with that recorded a year ago. The weaker performance was attributable to the following factors :

- **Malaysia**

Our Malaysia Parkson operations reported a strong same store sales ("SSS") growth of 8% for the quarter under review, contributed by the increase in consumer buying prior to the implementation of the Goods & Services Tax ("GST") on 1 April 2015. However, the overall consumer sentiments remain weak following the concerns over rising cost of living and depreciating currency.

- **China**

Weak consumer sentiments and increased competition from different retail formats especially e-commerce operation, have resulted in Parkson China reporting negative SSS growth for the period under review. Together with the new stores' initial losses, operating profit for the current financial year-to-date declined by 33% as compared to that recorded a year ago.

- **Vietnam and Myanmar**

Despite the positive growth registered by the stores in Ho Chi Minh City during the current quarter, the trading environment of the Vietnam operations remain challenging amid the weak retail spending and stiff competition. For the 9 months ended 31 March 2015, the negative SSS growth of about 4% and the provision for closure of a store in Hanoi which amounted to about RM6 million, have resulted in the operations to report a higher operating loss.

Our only Myanmar store has yet to achieve breakeven sales volume despite recording strong ramp-up in sales since the commencement of operation in May 2013.

- **Indonesia**

The consumer sentiments in Indonesia remain strong riding on the growing middle class and young population, resulting in our operations reporting strong SSS growth of 7% for the current financial year-to-date. However, due largely to the new stores' costs, losses were posted in the current quarter and financial year-to-date.

The increase in revenue for the **Property and Others** Division was mainly contributed by the Group's newly acquired food and beverage businesses. This new contribution has mitigated the loss in rental income from the *KL Festival City Mall* which was disposed of in January 2015.

12. Comment on material change in profit before tax

	Revenue	Operating Profit	Profit Before Tax
	RM'000	RM'000	RM'000
Current quarter (31 March 2015)	1,048,885	93,932	19,906
Immediate preceding quarter (31 December 2014)	981,675	65,543	139,258

The Group's revenue improved by 7% to RM1,049 million and a higher operating profit was recorded in the current quarter. These were mainly due to higher consumer spending during the Chinese New Year festivities and prior to the implementation of the GST in Malaysia. However, after taking into account the one-off provision for arbitral award in respect of disputes arising from the Beijing Metro City Shopping Plaza's tenancy agreement, a lower profit before tax was registered by the Group.

13. a) Prospects

The Group's Retailing operations in China and the Southeast Asian region are anticipated to remain challenging in the near future. This, coupled with the absence of major festivities, a seasonal lower performance is expected in the coming quarter.

b) Forecast or target previously announced

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

14. Statement of the Board of Directors' opinion on achievement of forecast or target

The disclosure requirements are not applicable for the current quarter and financial year-to-date.

15. Profit forecast or profit guarantee

No profit forecast or profit guarantee was published.

16. Income tax expense

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014
	RM'000	RM'000	RM'000	RM'000
Income tax expense comprises :				
Current year income tax :				
- Arising in Malaysia	13,059	10,382	40,198	33,656
- Arising outside Malaysia	2,389	35,316	26,510	95,579
	15,448	45,698	66,708	129,235

The effective tax rate of the Group for the current quarter and financial year-to-date were higher than the Malaysian statutory tax rate mainly due to certain expenses which were not deductible for tax purposes.

17. Corporate proposals**a) Status of corporate proposals**

There were no corporate proposals pending completion for the current quarter and financial year-to-date.

b) Status of utilisation of proceeds

Please refer to Appendix attached.

18. Borrowings and debt securities

The Group's borrowings as at end of the reporting period were as follows :

	Short Term	Long Term	Total
	RM'000	RM'000	RM'000
Secured	420,588	1,817,109	2,237,697
Unsecured	37,463	-	37,463
	<u>458,051</u>	<u>1,817,109</u>	<u>2,275,160</u>

The Group's borrowings were denominated in the following currencies :

	Foreign Currency	
	'000	RM'000
- Ringgit Malaysia	-	39,460
- US Dollar	532,500	1,935,758
- Hong Kong Dollar	635,250	299,942
		<u>2,275,160</u>

19. Changes in material litigation

There was no material litigation since 30 June 2014.

20. Dividend proposed

Other than as disclosed in Note 6, the Board of Directors does not recommend any dividend for the financial quarter ended 31 March 2015.

21. Earnings per share ("EPS")**Basic**

Basic EPS is calculated by dividing the profit for the period attributable to owners of the parent by the weighted average number of ordinary shares of the Company in issue during the financial period.

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014
Profit attributable to owners of the parent (RM'000)	2,964	55,064	133,785	111,388
Weighted average number of ordinary shares in issue ('000)	1,030,705	1,048,509	1,058,988	1,068,338
Basic EPS (sen)	0.29	5.25	12.63	10.43

Diluted

For the purpose of calculating diluted EPS, the profit for the period attributable to owners of the parent and the weighted average number of ordinary shares in issue during the financial period have been adjusted for the dilutive effects of all potential ordinary shares, i.e. shares granted under the Executive Share Option Scheme.

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015	31.3.2014	31.3.2015	31.3.2014
Profit attributable to owners of the parent (RM'000)	2,964	55,064	133,785	111,388
Weighted average number of ordinary shares in issue ('000)	1,030,705	1,048,509	1,058,988	1,068,338
Effect of dilution ('000)	-	-	-	-
	1,030,705	1,048,509	1,058,988	1,068,338
Diluted EPS (sen)	0.29	5.25	12.63	10.43

22. Auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 30 June 2014 was not qualified.

23. Profit before tax

Profit before tax is arrived at after crediting/(charging) the following income/(expenses) :

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	31.3.2015 RM'000	31.3.2014 RM'000	31.3.2015 RM'000	31.3.2014 RM'000
a) Interest income	29,717	30,922	80,513	83,415
b) Other income including investment income	105,537	73,829	254,603	232,832
c) Interest expense	(24,238)	(19,908)	(66,774)	(59,468)
d) Depreciation and amortisation	(67,477)	(60,393)	(214,655)	(208,636)
e) Provision for and write off of receivables	-	-	(588)	-
f) Provision for and write off of inventories	-	-	-	-
g) Gain/(Loss) on disposal of quoted or unquoted investments or properties	-	-	3,550	-
h) Impairment of assets	-	-	-	-
i) Foreign exchange (loss)/gain	-	(277)	(1,022)	2,716
j) Gain/(Loss) on derivatives	-	-	-	-
k) Exceptional item : Employee share-based payments	-	-	-	(3,471)

24. Disclosure of realised and unrealised profits/losses

	AS AT 31.3.2015 RM'000	AS AT 30.6.2014 RM'000
Total retained profits of Parkson Holdings Berhad and its subsidiaries :		
- Realised	175,172	53,623
- Unrealised	25,308	10,354
Total share of retained profits/(accumulated losses) from associates :		
- Realised	64	2,159
- Unrealised	-	(228)
Total share of retained profits from joint ventures :		
- Realised	1,067	3,184
- Unrealised	574	306
Total Group retained profits	202,185	69,398

PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the third quarter ended 31 March 2015

(The figures have not been audited)

NOTES TO THE CONDENSED FINANCIAL STATEMENTS**17. b) Status of utilisation of proceeds as at 31 March 2015**

	Proposed Utilisation	Actual Utilisation	Intended Timeframe for Utilisation	Deviation Amount	%	Explanations
	RM'Million	RM'Million		RM'Million		
i) Disposal by the Company of its entire equity interest in Bright Steel Sdn Bhd to Total Triumph Investments Limited, a wholly-owned subsidiary of Lion Corporation Berhad, for a cash consideration of RM53.47 million :						
▶ Defray expenses and working capital :						
- Amount received	47.47	47.47	-	-	-	-
- Deferred payment	6.00	-	No fixed timeframe	N/A	N/A	-
	<u>53.47</u>	<u>47.47</u>				
ii) Listing of Parkson Retail Asia Limited on the Main Board of the Singapore Exchange Securities Trading Limited which raised a gross proceeds (including proceeds raised by East Crest International Limited as a result of the exercise of the over-allotment option) totalling approximately SGD150.62 million (equivalent to approximately RM367.48 million) (collectively the "Parkson Asia Listing") :						
▶ Opening of new stores in Malaysia, Indonesia, Vietnam and Cambodia	119.80	87.35	Within 48 months from the date of completion of the Parkson Asia Listing	32.46	-	Not fully utilised
▶ Investment in information technology	12.20	9.52		2.68	-	Not fully utilised
▶ Investment in business opportunities in Sri Lanka and Myanmar	36.84	36.60		0.24	-	Not fully utilised
▶ General investments including acquisition, development and management of retail malls within commercial and residential centre developments	167.55	167.55		-	-	-
▶ Working capital and defraying expenses incurred in connection with the Parkson Asia Listing	31.09	31.09		-	-	-
	<u>367.48</u>	<u>332.11</u>				