



# PARKSON HOLDINGS BERHAD

A Member of The Lion Group

(89194-P)

## **Interim Financial Report for the First Quarter Ended 30 September 2015**

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# PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	<u>Note</u>	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
		30.9.2015 RM'000	30.9.2014 RM'000	30.9.2015 RM'000	30.9.2014 RM'000
<b>Gross sales proceeds</b>		<b>2,896,188</b>	<b>2,626,407</b>	<b>2,896,188</b>	<b>2,626,407</b>
<b>Revenue</b>	7	<b>933,389</b>	<b>848,618</b>	<b>933,389</b>	<b>848,618</b>
Other operating income		<b>84,352</b>	62,486	<b>84,352</b>	62,486
Operating expenses		<b>(1,042,742)</b>	(868,832)	<b>(1,042,742)</b>	(868,832)
Operating (loss)/profit		<b>(25,001)</b>	42,272	<b>(25,001)</b>	42,272
Finance income		<b>21,842</b>	24,490	<b>21,842</b>	24,490
Finance costs		<b>(30,164)</b>	(20,519)	<b>(30,164)</b>	(20,519)
Share of results of associates		<b>18</b>	62	<b>18</b>	62
Share of results of joint ventures		<b>1,988</b>	3,748	<b>1,988</b>	3,748
Gain on partial disposal of a former subsidiary	9(iv)	<b>136,331</b>	-	<b>136,331</b>	-
<b>Profit before tax</b>	23	<b>105,014</b>	<b>50,053</b>	<b>105,014</b>	<b>50,053</b>
Income tax expense	16	<b>(18,327)</b>	(20,184)	<b>(18,327)</b>	(20,184)
Profit for the period		<b>86,687</b>	29,869	<b>86,687</b>	29,869
Profit for the period attributable to :					
- <b>Owners of the parent</b>		<b>63,287</b>	<b>20,215</b>	<b>63,287</b>	<b>20,215</b>
- Non-controlling interests		<b>23,400</b>	9,654	<b>23,400</b>	9,654
		<b>86,687</b>	29,869	<b>86,687</b>	29,869
Earnings per share attributable to owners of the parent (sen) :					
- Basic	21	<b>5.80</b>	1.90	<b>5.80</b>	1.90
- Diluted	21	<b>5.80</b>	1.90	<b>5.80</b>	1.90

*(The Condensed Consolidated Statement of Profit or Loss should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements)*

# PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

## CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	30.9.2015 RM'000	30.9.2014 RM'000	30.9.2015 RM'000	30.9.2014 RM'000
<b>Profit for the period</b>	<b>86,687</b>	<b>29,869</b>	<b>86,687</b>	<b>29,869</b>
<u>Other comprehensive income</u>				
- Foreign currency translation, representing item that may be reclassified subsequently to profit or loss	<b>465,218</b>	112,028	<b>465,218</b>	112,028
<b>Total comprehensive income for the period</b>	<b>551,905</b>	141,897	<b>551,905</b>	141,897
Total comprehensive income for the period attributable to :				
- <b>Owners of the parent</b>	<b>334,859</b>	<b>81,529</b>	<b>334,859</b>	<b>81,529</b>
- Non-controlling interests	<b>217,046</b>	60,368	<b>217,046</b>	60,368
	<b>551,905</b>	141,897	<b>551,905</b>	141,897

*(The Condensed Consolidated Statement of Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements)*

**PARKSON HOLDINGS BERHAD (89194-P)**

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<u>Note</u>	<b>AS AT 30.9.2015 RM'000</b>	<b>AS AT 30.6.2015 RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment		2,894,465	2,483,081
Investment properties		207,450	204,931
Intangible assets		1,815,870	1,590,732
Land use rights		332,433	288,937
Investments in associates		28,881	1,246
Investments in joint ventures		45,532	39,423
Deferred tax assets		181,793	165,669
Other assets and derivatives		1,335,716	1,194,530
Investment securities		30,945	30,245
		<b>6,873,085</b>	<b>5,998,794</b>
<b>Current assets</b>			
Inventories		422,399	359,358
Receivables		833,079	633,258
Investment securities		33,322	33,243
Deposits, cash and bank balances		3,005,935	2,785,599
		<b>4,294,735</b>	<b>3,811,458</b>
Disposal group classified as held for sale	9(iv)	-	13,093
		<b>4,294,735</b>	<b>3,824,551</b>
<b>TOTAL ASSETS</b>		<b>11,167,820</b>	<b>9,823,345</b>
<b>EQUITY AND LIABILITIES</b>			
Share capital		1,093,902	1,093,902
Other reserves		1,872,562	1,455,735
Retained profits/(accumulated losses)		16,492	(37,181)
Equity attributable to owners of the parent		<b>2,982,956</b>	<b>2,512,456</b>
Non-controlling interests		1,906,763	1,639,752
Total equity		<b>4,889,719</b>	<b>4,152,208</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities		163,775	149,581
Loans and borrowings	18	2,263,087	1,873,984
Long term payables		624,962	529,671
		<b>3,051,824</b>	<b>2,553,236</b>
<b>Current liabilities</b>			
Payables and other liabilities		2,654,695	2,437,916
Loans and borrowings	18	565,676	477,350
Tax payables		5,906	5,723
		<b>3,226,277</b>	<b>2,920,989</b>
Liabilities directly associated with disposal group classified as held for sale	9(iv)	-	196,912
		<b>3,226,277</b>	<b>3,117,901</b>
<b>Total liabilities</b>		<b>6,278,101</b>	<b>5,671,137</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>11,167,820</b>	<b>9,823,345</b>
Net assets per share attributable to owners of the parent (RM)		<b>2.73</b>	<b>2.44</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements)*

**PARKSON HOLDINGS BERHAD (89194-P)**

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	← Attributable to owners of the parent →					Retained profits/ (accumulated losses) RM'000	Total RM'000	Non- controlling interests RM'000	Total equity RM'000
	Note	Share capital RM'000	Share premium RM'000	Treasury shares RM'000	Other reserves RM'000				
<b>30 September 2015</b>									
<b>At 1 July 2015</b>		<b>1,093,902</b>	<b>3,105,643</b>	<b>(141,885)</b>	<b>(1,508,023)</b>	<b>(37,181)</b>	<b>2,512,456</b>	<b>1,639,752</b>	<b>4,152,208</b>
Total comprehensive income for the period		-	-	-	271,572	63,287	<b>334,859</b>	217,046	551,905
Purchase and cancellation of treasury shares by a subsidiary		-	-	-	5,215	(9,614)	<b>(4,399)</b>	(10,654)	(15,053)
Loss of control of a subsidiary	9(iv)	-	-	-	1,081	-	<b>1,081</b>	60,619	61,700
Dividend paid - share dividend	6	-	-	138,959	-	-	<b>138,959</b>	-	138,959
<b>At 30 September 2015</b>		<b>1,093,902</b>	<b>3,105,643</b>	<b>(2,926)</b>	<b>(1,230,155)</b>	<b>16,492</b>	<b>2,982,956</b>	<b>1,906,763</b>	<b>4,889,719</b>
<b>30 September 2014</b>									
<b>At 1 July 2014</b>		<b>1,093,902</b>	<b>3,536,816</b>	<b>(166,672)</b>	<b>(1,944,620)</b>	<b>61,119</b>	<b>2,580,545</b>	<b>1,600,719</b>	<b>4,181,264</b>
Total comprehensive income for the period		-	-	-	61,314	20,215	<b>81,529</b>	60,368	141,897
Purchase of treasury shares		-	-	(17,455)	-	-	<b>(17,455)</b>	-	(17,455)
Dividends paid - share dividend		-	(171,380)	171,380	-	-	-	-	-
<b>At 30 September 2014</b>		<b>1,093,902</b>	<b>3,365,436</b>	<b>(12,747)</b>	<b>(1,883,306)</b>	<b>81,334</b>	<b>2,644,619</b>	<b>1,661,087</b>	<b>4,305,706</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements)

**PARKSON HOLDINGS BERHAD (89194-P)**

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	YEAR-TO-DATE ENDED	
	30.9.2015 RM'000	30.9.2014 RM'000
<b>OPERATING ACTIVITIES</b>		
Profit before tax	105,014	50,053
Adjustments for :		
Non-cash items	(44,179)	60,540
Non-operating items	6,316	(7,781)
Operating profit before working capital changes	67,151	102,812
Changes in working capital :		
Net changes in assets	(128,052)	1,379
Net changes in liabilities	47,571	96,738
Others (mainly interest and tax paid)	(33,120)	(21,683)
	<b>(46,450)</b>	<b>179,246</b>
<b>INVESTING ACTIVITIES</b>		
Acquisition of investments	(45,774)	-
Prepayment for acquisition of land and building	-	(75,705)
Changes in deposits with banks and money market instruments	519,336	(155,904)
Others (mainly purchase of property, plant and equipment)	(104,366)	(59,591)
	<b>369,196</b>	<b>(291,200)</b>
<b>FINANCING ACTIVITIES</b>		
Purchase of treasury shares	(10,654)	(17,455)
Loans and borrowings	(12,763)	42,386
	<b>(23,417)</b>	<b>24,931</b>
Net changes in cash and cash equivalents	299,329	(87,023)
Effects of changes in exchange rates	140,352	19,596
Cash and cash equivalents at beginning of period	972,267	923,906
Cash and cash equivalents at end of period	<b>1,411,948</b>	<b>856,479</b>
Cash and cash equivalents at end of period comprise the following :		
Deposits, cash and bank balances	3,005,935	2,733,933
Less : Bank overdrafts	(50,345)	(17,883)
Less : Deposits with banks with original maturity of more than three months when acquired	(1,543,642)	(1,859,571)
	<b>1,411,948</b>	<b>856,479</b>

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 June 2015 and the accompanying explanatory notes attached to the interim financial statements)

# PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(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 2015. 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 2015.

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 2015.

### 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

On 2 July 2015, a total of 61,839,781 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.

As at 30 September 2015, the number of treasury shares held after deducting share dividends distributed were 1,302,080 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

On 2 July 2015, a total of 61,839,781 treasury shares were distributed as share dividend in respect of the financial year ended 30 June 2015, 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)	2,428,270	
Less : Cost of concessionaire sales	<u>(1,962,799)</u>	
Commissions from concessionaire sales		465,471
Sales of goods - Direct sales		377,075
Others (including rental income and management service fees)		<u>90,843</u>
		<b><u>933,389</u></b>

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

	← Retailing →				Property and others	Total
	Malaysia	People's Republic of China	Vietnam and Myanmar	Indonesia		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue	<u>204,920</u>	<u>628,216</u>	<u>26,237</u>	<u>46,571</u>	<u>27,445</u>	<b>933,389</b>
<b>Results</b>						
Segment profit/(loss)	10,935	(32,674)	(3,001)	(531)	270	<b>(25,001)</b>
Finance income						<b>21,842</b>
Finance costs						<b>(30,164)</b>
Share of results of associates						<b>18</b>
Share of results of joint ventures						<b>1,988</b>
Gain on partial disposal of a former subsidiary						<b>136,331</b>
Profit before tax						<b><u>105,014</u></b>
Total assets	<u>777,951</u>	<u>9,405,827</u>	<u>194,198</u>	<u>192,794</u>	<u>597,050</u>	<b><u>11,167,820</u></b>

## 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 Grand Parkson Retail Group Limited, a wholly-owned subsidiary of Parkson Retail Group Limited which is in turn a 53.5% owned subsidiary of the Company, of 70% equity interest in YeeHaw Best Practices Sdn Bhd (formerly known as Brilliant Podium Sdn Bhd), the beneficial owner of the entire equity interest in Codecg Sdn Bhd.
- ii) Disposal of 100% equity interest in The Library Gastropub VII Sdn Bhd and 100% equity interest in Taste of The World Sdn Bhd together with its wholly-owned subsidiary, The Geographic Adventure Sdn Bhd by AUM Hospitality Sdn Bhd, a 60% owned subsidiary of the Company.
- iii) Acquisition by Parkson Corporation Sdn Bhd, a wholly-owned subsidiary of Parkson Retail Asia Limited ("PRA") which is in turn a 67.6% owned subsidiary of the Company, of 100% equity interest in Bold Paramount Sdn Bhd (now known as Parkson Unlimited Beauty Sdn Bhd) and Perfect Gatelink Sdn Bhd.
- iv) Disposal of approximately 30% equity interest in Parkson Hanoi Co Ltd ("Parkson Hanoi") by Parkson Vietnam Co Ltd, a wholly-owned subsidiary of PRA. Consequent thereupon, Parkson Hanoi ceased to be a subsidiary and became an associate of PRA and the Company.

## 10. Changes in contingent liabilities and contingent assets

There were no material changes in contingent liabilities or contingent assets since 30 June 2015.

## 11. Performance review

	3 MONTHS ENDED		YEAR-TO-DATE ENDED	
	30.9.2015 RM'000	30.9.2014 RM'000	30.9.2015 RM'000	30.9.2014 RM'000
<u>Revenue</u>				
Retailing :				
- Malaysia	204,920	212,237	204,920	212,237
- China	628,216	557,475	628,216	557,475
- Vietnam and Myanmar	26,237	28,174	26,237	28,174
- Indonesia	46,571	41,301	46,571	41,301
	<b>905,944</b>	839,187	<b>905,944</b>	839,187
Property and others	27,445	9,431	27,445	9,431
	<b>933,389</b>	<b>848,618</b>	<b>933,389</b>	<b>848,618</b>
<u>Segment profit/(loss)</u>				
Retailing :				
- Malaysia	10,935	26,812	10,935	26,812
- China	(32,674)	16,281	(32,674)	16,281
- Vietnam and Myanmar	(3,001)	(3,128)	(3,001)	(3,128)
- Indonesia	(531)	306	(531)	306
	<b>(25,271)</b>	40,271	<b>(25,271)</b>	40,271
Property and others	270	2,001	270	2,001
	<b>(25,001)</b>	<b>42,272</b>	<b>(25,001)</b>	<b>42,272</b>

## 11. Performance review (Cont'd.)

For the 3 months ended 30 September 2015, the Group's **Retailing** Division registered a revenue growth of 8% to RM906 million and reported an operating loss of RM25 million. Our Parkson operations continued to experience weak consumer sentiments amidst the following challenging retail environment :

### - Malaysia

Our local Parkson operations reported a negative same store sales ("SSS") growth of 15% for the quarter under review due to weak consumer sentiments following the implementation of Goods and Services Tax ("GST") and the weakening in the local currency.

### - China

The market environment in China remained challenging during the period under review with weak consumer sentiments and intensifying competition leading to a negative SSS growth of 10%. The operating loss for the current quarter under review was mainly attributable to weak sales growth, and costs incurred by new business ventures and new stores during their ramp-up period.

### - Vietnam and Myanmar

Parkson Vietnam reported negative SSS growth of 4% for the 3 months ended 30 September 2015 due to continued weak discretionary spending and stiff competition.

The Myanmar flagship store has yet to achieve breakeven sales volume despite recording SSS growth of 6% for the quarter under review.

### - Indonesia

The consumer sentiments in Indonesia remain robust riding on the growing middle class and young population, resulting in our operations reporting strong SSS growth of 10% for the current quarter under review. However, due largely to the new stores' costs, a marginal loss was posted for the 3 months ended 30 September 2015.

The higher revenue for the **Property and Others** Division was mainly contributed by the food and beverage businesses. Performance in the same period of the preceding year was mainly the rental income from a shopping mall which was disposed of in January 2015.

## 12. Comment on material change in profit before tax

	<u>Revenue</u>	<u>Operating</u> <u>Loss</u>	<u>Profit/(Loss)</u> <u>Before Tax</u>
	RM'000	RM'000	RM'000
Current quarter (30 September 2015)	<b>933,389</b>	<b>(25,001)</b>	<b>105,014</b>
Immediate preceding quarter (30 June 2015)	859,038	(9,551)	(156,464)

The Group reported a higher revenue of RM933 million in the current quarter following the strong consumer spending during the Muslim's festive season in Malaysia and Indonesia. However, higher operating loss was reported mainly due to the challenging retailing operations in China as mentioned in Note 11.

After accounting for the gain on partial disposal of a former subsidiary amounting to RM136 million, the Group reported a profit before tax of RM105 million for the current quarter under review. Included in the loss before tax in the immediate preceding quarter were provision for contingent expenses in relation to closure of a store in Vietnam and impairment of assets amounting to a total of RM149 million.

**13. a) Prospects**

The Group's performance is anticipated to improve in the next quarter in view of the coming year-end festivities and holiday seasons.

**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	
	30.9.2015 RM'000	30.9.2014 RM'000	30.9.2015 RM'000	30.9.2014 RM'000
Income tax expense comprises :				
Current year income tax :				
- Arising in Malaysia	7,835	10,397	7,835	10,397
- Arising outside Malaysia	10,492	9,787	10,492	9,787
	<b>18,327</b>	20,184	<b>18,327</b>	20,184

Excluding the gain on partial disposal of a former subsidiary, 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

Date of Announcements	Subject	Status
15.7.2015 17.8.2015 12.10.2015	<p>(I) Proposed internal reorganisation of Parkson Holdings Berhad ("PHB")'s group structure which entails the proposed disposal of the entire 67.6% equity interest in Parkson Retail Asia Limited ("PRA") held by East Crest International Limited ("East Crest"), a wholly-owned subsidiary of the Company, to Oroleon (Hong Kong) Limited ("Oroleon"), a wholly-owned subsidiary of Parkson Retail Group Limited ("PRGL") which in turn is a 53.1% owned subsidiary of PHB ("Proposed Internal Reorganisation");</p> <p>(II) Proposed distribution of RM0.10 per existing ordinary share of RM1.00 each in PHB in cash to all entitled shareholders of PHB from part of the proceeds arising from the Proposed Internal Reorganisation by way of a proposed capital repayment via a reduction of the share premium account of PHB ("Proposed Distribution").</p>	<p>The ordinary resolution approving the proposed acquisition by PRGL of the 67.6% equity interest in PRA from East Crest ("Proposed Acquisition by PRGL") was not passed by the independent shareholders of PRGL at the extraordinary general meeting of PRGL held on 12 October 2015 ("EGM") by way of poll.</p> <p>Accordingly, the Proposed Internal Reorganisation will not proceed as it is conditional upon, amongst others, the passing by PRGL's independent shareholders at the EGM of all resolutions required under the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited, which is not waiveable by Oroleon.</p> <p>The Proposed Distribution will also not proceed as it is conditional upon the completion of the Proposed Internal Reorganisation.</p>

### 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 :

	<u>Short Term</u>	<u>Long Term</u>	<u>Total</u>
	RM'000	RM'000	RM'000
Secured	485,331	2,263,087	2,748,418
Unsecured	80,345	-	80,345
	<u>565,676</u>	<u>2,263,087</u>	<u>2,828,763</u>

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

	<b>Foreign Currency</b>	<b>RM'000</b>
- Ringgit Malaysia	'000	83,993
- US Dollar	533,750	2,360,355
- Hong Kong Dollar	669,827	384,415
		<u>2,828,763</u>

**19. Changes in material litigation**

There was no material changes in the material litigations since 30 June 2015.

**20. Dividend proposed**

The Board of Directors does not recommend any dividend for the current quarter and financial year-to-date.

**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	
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
Profit attributable to owners of the parent (RM'000)	63,287	20,215	63,287	20,215
Weighted average number of ordinary shares in issue ('000)	1,091,928	1,065,018	1,091,928	1,065,018
Basic EPS (sen)	5.80	1.90	5.80	1.90

**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	
	30.9.2015	30.9.2014	30.9.2015	30.9.2014
Profit attributable to owners of the parent (RM'000)	63,287	20,215	63,287	20,215
Weighted average number of ordinary shares in issue ('000)	1,091,928	1,065,018	1,091,928	1,065,018
Effect of dilution ('000)	-	-	-	-
	1,091,928	1,065,018	1,091,928	1,065,018
Diluted EPS (sen)	5.80	1.90	5.80	1.90

**22. Auditors' report on preceding annual financial statements**

The auditors' report on the financial statements for the financial year ended 30 June 2015 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	
	30.9.2015 RM'000	30.9.2014 RM'000	30.9.2015 RM'000	30.9.2014 RM'000
a) Interest income	21,842	24,490	21,842	24,490
b) Other income including investment income	82,557	62,486	82,557	62,486
c) Interest expense	(30,164)	(20,519)	(30,164)	(20,519)
d) Depreciation and amortisation	(91,825)	(60,761)	(91,825)	(60,761)
e) Provision for and write off of receivables	(179)	-	(179)	-
f) Provision for and write off of inventories	-	-	-	-
g) Gain/(Loss) on disposal of quoted or unquoted investments or properties	-	-	-	-
h) Impairment of assets	-	-	-	-
i) Foreign exchange gain/(loss)	1,795	(17)	1,795	(17)
j) Gain/(Loss) on derivatives	-	-	-	-
k) Exceptional item	-	-	-	-

**24. Disclosure of realised and unrealised profits/losses**

	AS AT 30.9.2015 RM'000	AS AT 30.6.2015 RM'000
	Total retained profits/(accumulated losses) of Parkson Holdings Berhad and its subsidiaries :	
- Realised	(31,269)	(79,204)
- Unrealised	43,895	39,820
Total share of retained profits from associates :		
- Realised	60	52
- Unrealised	-	-
Total share of retained profits from joint ventures :		
- Realised	3,152	1,574
- Unrealised	654	577
Total Group retained profits/(accumulated losses)	16,492	(37,181)

## PARKSON HOLDINGS BERHAD (89194-P)

(Incorporated in Malaysia)

Interim financial report for the first quarter ended 30 September 2015

(The figures have not been audited)

## NOTES TO THE CONDENSED FINANCIAL STATEMENTS

17. b) Status of utilisation of proceeds as at 30 September 2015

	<u>Proposed</u>	<u>Actual</u>	<u>Intended</u>	<u>Deviation</u>		<u>Explanations</u>
	<u>Utilisation</u>	<u>Utilisation</u>	<u>Timeframe for</u>	<u>Amount</u>	<u>%</u>	
	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	<b>47.47</b>	-	-	-	-
- Deferred payment	6.00	-	No fixed timeframe	N/A	N/A	-
	<u>53.47</u>	<u><b>47.47</b></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	<b>119.80</b>	Within 48 months from the date of completion of the Parkson Asia Listing	-	-	-
▶ Investment in information technology	12.20	<b>9.52</b>		2.68	-	Not fully utilised
▶ Investment in business opportunities in Sri Lanka and Myanmar	36.84	<b>36.60</b>		0.24	-	Not fully utilised
▶ General investments including acquisition, development and management of retail malls within commercial and residential centre developments	167.55	<b>167.55</b>		-	-	-
▶ Working capital and defraying expenses incurred in connection with the Parkson Asia Listing	31.09	<b>31.09</b>		-	-	-
	<u>367.48</u>	<u><b>364.56</b></u>				