

PACIFIC & ORIENT BERHAD

(Company No: 308366-H)

CONDENSED CONSOLIDATED FINANCIAL POSITION

	As At 30/06/2015 RM'000	As At 30/09/2014 RM'000
ASSETS		
Property, plant and equipment	22,669	23,147
Investment properties	840	840
Prepaid land lease payments	308	310
Intangible assets	1,695	1,723
Investment in an associated company	8,528	-
Deferred tax assets	512	514
Investments	65,839	54,109
Inventories - goods for resale	656	473
Inventory property	31,640	-
Loans	297	31,233
Reinsurance assets	215,439	215,849
Insurance receivables	15,131	24,246
Trade receivables	2,686	2,049
Other receivables	91,325	69,216
Deposits and placements with financial institutions	728,876	856,417
Cash and bank balances	143,851	74,647
Total assets	<u>1,330,292</u>	<u>1,354,773</u>
LIABILITIES		
Insurance contract liabilities	794,884	772,657
Insurance payables	11,792	11,488
Trade payables	1,187	900
Other payables	9,271	8,682
Hire purchase creditors	1,862	1,991
Deferred tax liabilities	1,687	884
Borrowings	33,954	33,871
Dividend payable	4,317	3,843
Tax payable	66	4,080
Total liabilities	<u>859,020</u>	<u>838,396</u>
EQUITY		
Share capital	122,977	122,977
Treasury shares	(7,827)	(7,214)
Share premium	24,302	24,302
Merger reserve	20,792	20,792
Translation reserve	(8,160)	(774)
Revaluation reserve	8,799	8,799
Available-for-sale reserve	1,107	8,800
Retained profits	206,914	212,025
Equity attributable to equity holders of the Company	<u>368,904</u>	<u>389,707</u>
Non-controlling interest	<u>102,368</u>	<u>126,670</u>
Total equity	<u>471,272</u>	<u>516,377</u>
Total liabilities and equity	<u>1,330,292</u>	<u>1,354,773</u>
Net assets per share (Sen)	<u>154</u>	<u>162</u>
Based on number of shares (net of treasury shares) of RM0.50 each ('000)	239,763	240,215

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For The Nine Months Ended 30 June 2015

	Attributable to Equity Holders of the Company									Non-Controlling Interest RM'000	Total Equity RM'000
	Non Distributable							Distributable			
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Merger Reserve RM'000	Translation Reserve RM'000	Revaluation Reserve RM'000	Available-For- Sale Reserve RM'000	Retained Profits RM'000	Total RM'000		
At 1 October 2014	122,977	(7,214)	24,302	20,792	(774)	8,799	8,800	212,025	389,707	126,670	516,377
Purchase of treasury shares	-	(613)	-	-	-	-	-	-	(613)	-	(613)
Net profit for the period	-	-	-	-	-	-	-	13,611	13,611	1,231	14,842
Other comprehensive loss for the period	-	-	-	-	(7,386)	-	(7,693)	-	(15,079)	(1,572)	(16,651)
Total comprehensive (loss)/income for the period	-	-	-	-	(7,386)	-	(7,693)	13,611	(1,468)	(341)	(1,809)
Dividends to equity holders of the Company (Note B10)	-	-	-	-	-	-	-	(18,722)	(18,722)	-	(18,722)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(23,961)	(23,961)
At 30 June 2015	122,977	(7,827)	24,302	20,792	(8,160)	8,799	1,107	206,914	368,904	102,368	471,272

	Attributable to Equity Holders of the Company									Non-Controlling Interest RM'000	Total Equity RM'000
	Non Distributable							Distributable			
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Merger Reserve RM'000	Translation Reserve RM'000	Revaluation Reserve RM'000	Available-For- Sale Reserve RM'000	Retained Profits RM'000	Total RM'000		
At 1 October 2013	122,977	(3,813)	24,302	20,792	(1,028)	8,799	(2,198)	209,227	379,058	122,898	501,956
Purchase of treasury shares	-	(3,402)	-	-	-	-	-	-	(3,402)	-	(3,402)
Net profit for the period	-	-	-	-	-	-	-	15,367	15,367	16,050	31,417
Other comprehensive income for the period	-	-	-	-	989	-	9,944	-	10,933	2,059	12,992
Total comprehensive income for the period	-	-	-	-	989	-	9,944	15,367	26,300	18,109	44,409
Dividends to equity holders of the Company	-	-	-	-	-	-	-	(14,464)	(14,464)	-	(14,464)
Dividend to a non-controlling interest by a subsidiary company	-	-	-	-	-	-	-	-	-	(23,422)	(23,422)
At 30 June 2014	122,977	(7,215)	24,302	20,792	(39)	8,799	7,746	210,130	387,492	117,585	505,077

PACIFIC & ORIENT BERHAD

(Company No: 308366-H)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Nine Months Ended 30 June 2015

	Quarter ended 30-Jun-15 RM'000	Quarter ended 30-Jun-14 RM'000	Year to date 30-Jun-15 RM'000	Year to date 30-Jun-14 RM'000
Revenue	111,337	133,732	360,708	411,775
Other operating income	6,256	3,187	28,692	14,621
	117,593	136,919	389,400	426,396
Operating expenses	(93,161)	(122,816)	(369,438)	(378,467)
Profit from operations	24,432	14,103	19,962	47,929
Finance costs	(820)	(820)	(2,448)	(2,440)
	23,612	13,283	17,514	45,489
Share of losses of an associated company	(377)	-	(377)	-
Profit before tax	23,235	13,283	17,137	45,489
Income tax expense	(5,802)	(2,816)	(2,295)	(14,072)
Profit for the period	17,433	10,467	14,842	31,417
Attributable to :				
Equity holders of the Company	10,310	4,705	13,611	15,367
Non-controlling interest	7,123	5,762	1,231	16,050
Earnings per share attributable to equity holders of the Company :				
- Basic earnings per share (sen)	4.30	1.96	5.67	6.38

[Based on weighted average number of shares
(net of treasury shares) of RM0.50 each]

PACIFIC & ORIENT BERHAD

(Company No: 308366-H)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For The Nine Months Ended 30 June 2015

	Quarter ended 30-Jun-15 RM'000	Quarter ended 30-Jun-14 RM'000	Year to date 30-Jun-15 RM'000	Year to date 30-Jun-14 RM'000
Profit for the period	17,433	10,467	14,842	31,417
Other comprehensive (loss)/income:				
Items that may be reclassified to income statement in subsequent periods:				
Currency translation differences in respect of foreign operations	(896)	588	(7,386)	989
Fair value changes on available-for-sale ("AFS") financial assets	(3,400)	1,110	(10,335)	13,404
Deferred tax	492	(278)	1,070	(1,401)
Other comprehensive (loss)/income for the period, net of tax	(3,804)	1,420	(16,651)	12,992
Total comprehensive income/(loss) for the period	13,629	11,887	(1,809)	44,409
Attributable to :				
Equity holders of the Company	7,228	5,718	(1,468)	26,300
Non-controlling interest	6,401	6,169	(341)	18,109

PACIFIC & ORIENT BERHAD

(Company No: 308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Nine Months Ended 30 June 2015

	30 June 2015 RM'000	30 June 2014 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	17,137	45,489
Adjustments for :		
Depreciation of property, plant and equipment	1,340	1,258
Loss on disposal of property, plant and equipment	52	109
Property, plant and equipment written off	28	18
Gain on disposal of investments	(716)	(445)
Dividend income	(1,698)	(486)
Interest income	(25,885)	(25,367)
Income from Islamic fixed deposits	(1,131)	-
Income from Sukuk	(9)	(7)
Interest expense	2,187	2,180
Share of losses of an associated company	377	-
Allowance for impairment:		
- insurance receivables	381	832
- reinsurance assets	1,917	-
Write back in allowance for impairment:		
- trade receivables	-	(1,024)
- insurance receivables	(397)	-
Unrealised (gain)/loss on foreign exchange	(16,374)	1,938
Others	577	277
	<u>(22,214)</u>	<u>24,772</u>
Changes in working capital:		
Disposal of investments	1,016	6,145
Purchase of investments	(20,000)	-
Capital repayment in respect of AFS financial assets	-	36
Decrease/(increase) in deposits and placements with financial institutions	127,540	(12,382)
Decrease/(increase) in loans	30,937	(31,124)
(Increase)/decrease in reinsurance assets	(1,508)	6,007
Decrease in insurance receivables	9,130	2,995
Increase in trade and other receivables	(16,028)	(11,281)
Increase in inventories - goods for resale	(183)	(74)
Purchase of inventory property	(31,640)	-
Increase in insurance contract liabilities	22,227	10,935
Increase in insurance payables	305	911
Increase/(decrease) in payables	1,453	(604)
	<u>101,035</u>	<u>(3,664)</u>
Tax paid, net of tax refunded	(13,066)	(9,580)
Income received from Sukuk	12	6
Income received from Islamic fixed deposits	1,127	-
Interest received	27,809	23,056
Dividends received	1,216	177
Interest paid	(2,843)	(2,760)
	<u>115,290</u>	<u>7,235</u>
Net cash generated from operating activities	<u>115,290</u>	<u>7,235</u>

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(Company No: 308366-H)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
For The Nine Months Ended 30 June 2015 (Cont'd.)

	30 June 2015 RM'000	30 June 2014 RM'000
CASH FLOW FROM INVESTING ACTIVITIES		
Acquisition of an associated company	(8,229)	-
Purchase of property, plant and equipment	(433)	(929)
Purchase of intangible assets	(448)	(557)
Purchase of investments	(1,786)	(1,594)
Proceeds from investments (SUKUK)	47	-
Disposal of property, plant and equipment	187	193
	<hr/>	<hr/>
Net cash used in investing activities	(10,662)	(2,887)
CASH FLOW FROM FINANCING ACTIVITIES		
Purchase of treasury shares	(552)	(3,642)
Dividends paid to equity holders of the Company	(18,249)	(14,464)
Dividends paid to a non-controlling interest	(23,961)	(23,422)
Decrease in hire purchase creditors	(679)	(625)
	<hr/>	<hr/>
Net cash used in financing activities	(43,441)	(42,153)
Effects of exchange rate changes on cash and cash equivalents	<hr/> 6,576	<hr/> (806)
Net increase/(decrease) in cash and cash equivalents	67,763	(38,611)
Cash and cash equivalents at beginning of year	74,647	89,371
Effect of exchange rate changes	1,441	(84)
	<hr/>	<hr/>
Cash and cash equivalents at end of period	<u>143,851</u>	<u>50,676</u>
Cash and cash equivalents comprise the following:		
Cash and bank balances*	<u>143,851</u> #	<u>50,676</u>

* The cash and cash equivalents include deposits of RM633,000 (2014:RM608,000) which have been pledged as security by a subsidiary company for credit facilities granted.

Cash and bank balances consist of cash in hand, cash at bank, and short-term deposits placed with financial institutions with maturity periods of less than three months. The higher cash and bank balances as at 30 June 2015 was mainly due to placement of more funds in deposits with maturity periods of less than three months.