

## Quarterly rpt on consolidated results for the financial period ended 31/1/2014

SELANGOR PROPERTIES BERHAD

Financial Year End	31/10/2014
Quarter	1
Quarterly report for the financial period ended	31/10/2014
The figures	have not been audited
Remark:	
• Default Currency • Other Currency	
Currency:	Malaysian Ringgit (MYR)

### SUMMARY OF KEY FINANCIAL INFORMATION 31/01/2014

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR
	31/01/2014	31/01/2013	31/01/2014	31/01/2013
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	38,919	61,073	38,919	61,073
2 Profit/(loss) before tax	155,487	23,661	155,487	23,661
3 Profit/(loss) for the period	154,108	20,279	154,108	20,279
4 Profit/(loss) attributable to ordinary equity holders of the parent	155,266	19,362	155,266	19,362
5 Basic earnings/(loss) per share (Subunit)	45.19	5.63	45.19	5.63
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity holders of the parent (\$\$)	6.1200		5.6700	

Remarks :Definition of Subunit:In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.Example for the subunit as follows:

Country	Base Unit	Subunit
Malaysia	Ringgit	Sen
United States	Dollar	Cent
United Kingdom	Pound	Pence

**SELANGOR PROPERTIES BERHAD**

(Company Number: 5199-X)

(Incorporated in Malaysia)

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF  
COMPREHENSIVE INCOME  
FIRST QUARTER ENDED 31 JANUARY 2014**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter 31.01.2014 RM'000	Preceding Year Corresponding Quarter 31.01.2013 RM'000	Current Year To Date 31.01.2014 RM'000	Preceding Year Corresponding Period 31.01.2013 RM'000
<b>Revenue</b>	38,919	61,073	38,919	61,073
Investment income/(loss)	761	(449)	761	(449)
Cost of sale of development properties	(288)	(5,239)	(288)	(5,239)
Operating expenses	(35,589)	(31,827)	(35,589)	(31,827)
Other operating income	155,720	4,672	155,720	4,672
<b>Profit from operations</b>	159,523	28,230	159,523	28,230
Financing costs	(4,036)	(4,569)	(4,036)	(4,569)
<b>Profit before taxation</b>	155,487	23,661	155,487	23,661
Share of result of joint control entity	(6)	(17)	(6)	(17)
Taxation	(1,373)	(3,365)	(1,373)	(3,365)
<b>Profit for the period</b>	154,108	20,279	154,108	20,279
Foreign currency translation	(1,815)	978	(1,815)	978
Fair value changes on hedging instrument	22	(37)	22	(37)
Other comprehensive income for the period (net of tax)	(1,793)	941	(1,793)	941
<b>Total comprehensive income for the period</b>	152,315	21,220	152,315	21,220
<b>Profit attributable to:</b>				
Owners of the parent	155,266	19,362	155,266	19,362
Minority interest	(1,158)	917	(1,158)	917
<b>Profit for the period</b>	154,108	20,279	154,108	20,279
<b>Total comprehensive income attributable to:</b>				
Owners of the parent	153,473	20,303	153,473	20,303
Minority interest	(1,158)	917	(1,158)	917
<b>Total comprehensive income for the period</b>	152,315	21,220	152,315	21,220
Basic EPS (sen)	45.19	5.63	45.19	5.63

*The Unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 October 2013*

**SELANGOR PROPERTIES BERHAD***(Company Number: 5199-X)**(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As At 31.01.2014 RM'000</b>	<b>Audited As At 31.10.2013 RM'000</b>	<b>Audited As At 01.11.2012 RM'000</b>
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	1,776	204,409	181,471
Land held for development	433,834	433,633	432,210
Long term receivables	16,848	17,280	15,805
Investment properties	1,101,008	1,032,762	998,502
Intangible assets	-	6,035	6,252
Deferred tax assets	10,538	26,680	30,354
	-----	-----	-----
<b>Total non-current assets</b>	<b>1,564,004</b>	<b>1,720,799</b>	<b>1,664,594</b>
	-----	-----	-----
<b>Current assets</b>			
Inventories, at cost	62,631	63,118	75,723
Trade receivables	1,856	8,508	6,851
Other receivables	7,230	15,133	21,703
Tax recoverable	4,988	5,669	4,752
Held for trading investments	349,076	329,589	270,977
Cash and bank balances	501,655	398,797	455,231
	-----	-----	-----
Total Current Assets	927,436	820,814	835,237
	-----	-----	-----
<b>TOTAL ASSETS</b>	<b>2,491,440</b>	<b>2,541,613</b>	<b>2,499,831</b>
	=====	=====	=====
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to owners of the parent			
Share capital	343,617	343,617	343,617
Reserves	1,759,267	1,605,794	1,544,003
	-----	-----	-----
	2,102,884	1,949,411	1,887,620
<b>Minority interests</b>	-	77,390	72,489
	-----	-----	-----
<b>Total equity</b>	<b>2,102,884</b>	<b>2,026,801</b>	<b>1,960,109</b>
	=====	=====	=====

**SELANGOR PROPERTIES BERHAD***(Company Number: 5199-X)**(Incorporated in Malaysia)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	<b>Unaudited As At 31.01.2014 RM'000</b>	<b>Audited As At 31.10.2013 RM'000</b>	<b>Audited As At 01.11.2012 RM'000</b>
<b>Non-current liabilities</b>			
Long term loan	236,844	267,919	318,089
Long term payable	-	-	9,000
Deferred taxation	80,267	103,869	90,363
	-----	-----	-----
<b>Total non-current liabilities</b>	<b>317,111</b>	<b>371,788</b>	<b>417,452</b>
	-----	-----	-----
<b>Current liabilities</b>			
Provision for liabilities	1,201	1,232	3,016
Short term borrowings	44,518	50,307	26,038
Trade payables	60	27,000	25,373
Other payables	24,285	62,406	66,062
Taxation	1,381	2,079	1,781
	-----	-----	-----
<b>Total current liabilities</b>	<b>71,445</b>	<b>143,024</b>	<b>122,270</b>
	-----	-----	-----
<b>Total liabilities</b>	<b>388,556</b>	<b>514,812</b>	<b>539,722</b>
	-----	-----	-----
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,491,440</b>	<b>2,541,613</b>	<b>2,499,831</b>
	=====	=====	=====
Net assets per share attributable to owners of the parent (RM)	6.12	5.67	5.49

*The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statement for the year ended 31 October 2013*

**SELANGOR PROPERTIES BERHAD***(Company Number: 5199-X)**(Incorporated in Malaysia)***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FIRST QUARTER ENDED 31 JANUARY 2014****← Attributable to equity holders of the Company →**

	Share Capital RM'000	Non- Distributable Reserve RM'000	Retained earnings RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
<b>Current Year To Date</b>						
As at 1 November 2013	343,617	266,020	1,339,774	1,949,411	77,390	2,026,801
Total comprehensive income	-	(1,793)	155,266	153,473	(1,158)	152,315
Disposal of Subsidiaries	-	-	-	-	(76,232)	(76,232)
As at 31 January 2014	343,617	264,227	1,495,040	2,102,884	-	2,102,884
<b>Preceding Year Corresponding Period</b>						
At 1 November 2012	343,617	300,284	1,243,719	1,887,620	72,489	1,960,109
Total comprehensive income	-	941	19,362	20,303	917	21,220
As at 31 January 2013	343,617	301,225	1,263,081	1,907,923	73,406	1,981,329

*The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 October 2013*

**SELANGOR PROPERTIES BERHAD***(Company Number: 5199-X)**(Incorporated in Malaysia)***UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW  
FOR THE 3 MONTHS ENDED 31 JANUARY 2014**

	<b>Period ended 31.01.2014 RM'000</b>	<b>Period ended 31.01.2013 RM'000</b>
<b>CASH FLOWS (USED IN)/ GENERATED FROM OPERATING ACTIVITIES</b>		
Profit before tax	155,481	23,644
Adjustments for non-cash item	(157,868)	(684)
Working capital changes	(8,671)	2,443
	-----	-----
Net cash generated from operation	(11,058)	25,403
Interest received	1,610	4,250
Taxes paid	(1,600)	(3,403)
	-----	-----
<b>Net cash (used in)/generated from operating activities</b>	<b>(11,048)</b>	<b>26,250</b>
	=====	=====
<b>CASH FLOWS GENERATED FROM/(USED IN) INVESTING ACTIVITIES</b>		
Purchase of FVTPL financial assets	(1,566)	(1,310)
Proceeds from disposal of FVTPL financial assets	1,909	4,320
Net cash inflow from disposal of subsidiaries	154,681	-
Additions of investment properties	(25,238)	-
Purchase of PPE and Intangibles	(217)	(9,428)
Payment of development expenses	(201)	(68)
Dividends received from shares quoted outside Malaysia	487	-
	-----	-----
<b>Net cash from / (used in) investing activities</b>	<b>129,855</b>	<b>(6,486)</b>
	=====	=====
<b>CASH FLOWS GENERATED (USED IN) FINANCING ACTIVITIES</b>		
Repayment of borrowings	(30,789)	(4,050)
Interest paid	(4,196)	(6,213)
	-----	-----
<b>Net cash used in financing activities</b>	<b>(34,985)</b>	<b>(10,263)</b>
	=====	=====
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>83,822</b>	<b>9,501</b>
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>	<b>19,036</b>	<b>1,012</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD/YEAR</b>	<b>398,797</b>	<b>455,231</b>
	-----	-----
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>501,655</b>	<b>465,744</b>
	=====	=====

*The Unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Financial Report for the year ended 31 October 2013*

## **PART A**

### **Explanatory Notes Pursuant to MFRS 134 “Interim Financial Reporting”**

#### **1. First Time Adoption of Malaysian Financial Reporting Standards (“MFRS”)**

##### **1.1 Basis of Preparation**

The condensed consolidated interim financial statements for the period ended 31 January 2014 of the Group have been prepared in accordance with the International Financial Reporting Standards compliant framework, Malaysian Financial Reporting Standards (“MFRS”), MFRS 134 “Interim Financial Reporting”, Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements (“Main LR”), and should be read in conjunction with the Group’s audited financial statements for the financial year ended 31 October 2013.

The explanatory notes attached to these condensed consolidated interim financial statements 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 31 October 2013.

#### **2. Accounting Policies**

The accounting policies and methods of computation and presentation adopted by the Group in this quarterly report are consistent with those adopted in the audited financial statements for the financial year ended 31 October 2013 except for the adoption of the following new MFRSs, Amendments to MFRSs and IC Interpretations which are applicable for the Group’s financial period beginning 1 November 2013:-

MFRS 10: Consolidated Financial Statements

MFRS 11: Joint Arrangements

MFRS 12: Disclosure of Interests in Other Entities

MFRS 13: Fair Value Measurement

Amendment to MFRS 7 Disclosures – Offsetting Financial Assets and Financial Liabilities

Amendment to MFRS 116 Property, Plant and Equipment (Annual Improvements 2009 – 2011 Cycle)

Amendment to MFRS 132 Financial Instruments Presentation (Annual Improvements 2009 – 2011 Cycle)

Amendment to MFRS 134 Interim Financial Reporting (Annual Improvements 2009 – 2011 Cycle)

Amendment to MFRS 10 Consolidated Financial Statements: Transition Guide

Amendment to MFRS 101 Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)

MFRS 119 Employee Benefits (IAS 19 as amended by IASB in June 2011)

MFRS 127 Separate Financial Statements (IAS 27 as amended by IASB in May 2011)

MFRS 128 Investment in Associates and Joint Ventures

Amendments to IC interpretation 2 Member’s shares in Co-operative Entities and Similar Instruments (Improvements to FRSs (2012))

The adoption of the above MFRSs and amendments to MFRSs does not have any significant impact on the financial statements of the Group.

### 3. Annual Audited Financial Statements

The audited financial statements of the Company for the preceding financial year ended 31 October 2013 were not subject to any qualification.

### 4. Comments on the Seasonality or Cyclicity of Operations

The operations of the Group were not affected by any seasonal or cyclical factors.

### 5. Unusual Items

Save for the information disclosed in this interim financial report, there were no unusual items affecting assets, liabilities, equity, net income or cash flow.

### 6. Changes in Estimates of Amounts Reported Previously

There were no material changes in estimates of amounts used in the preparation of the financial statements in the current financial quarter and current financial period as compared to the previous corresponding financial quarterly and financial period.

### 7. Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities for the current quarter and the financial year-to-date.

### 8. Dividends Paid

No dividend has been paid for the current quarter and financial period to date.

### 9. Segment Revenue and Segment Result

The analysis of the Group operations for the period ended 31 January 2014 is as follows: -

By Industries	Revenue	Segment Results	Total Assets Employed
	RM'000	RM'000	RM'000
Property Investment Holding	10,563	128,752	826,659
Property Development	341	(749)	440,106
Education	16,864	(1,702)	-
Investment holding	2,533	30,815	669,053
Australia Operations	8,618	(1,611)	540,089
Others	-	(18)	7
Unallocated Corporate Assets	-	-	15,526
	<u>38,919</u>	<u>155,487</u>	<u>2,491,440</u>

### 10. Valuation of Property, Plant and Equipment

The valuations of property, plant and equipment have been brought forward, without amendment from the previous annual financial statement.



## 11. Material Events Subsequent to the End of the Interim Period

There were no material events subsequent to the end of the financial period reported that have not been reflected in this financial statements except for the announcement on 3 March 2014 on the proposed disposal of a parcel of freehold land under Geran 70133 Lot 56495 Mukim/ Daerah Kuala Lumpur by its subsidiaries namely Bungsar Hill Holdings Sdn Bhd, Oriseven Sdn Bhd, Orieight Sdn Bhd and Orinine Sdn Bhd to Jendela Mayang Sdn Bhd for a cash consideration of RM450 million. Bungsar Hill Holdings Sdn Bhd has received an earnest deposit of RM5 million and the sale is pending the execution of the sale and purchase agreement which is to be executed within 2 months from 3 March 2014. Subject to completion, the proposed disposal will contribute a net gain of RM376.2 million to the Group and is expected to be completed in the next financial year.

## 12. Changes in the Composition of the Group

During the financial period, the Group had disposed off the equity interest in Help International Corporation Berhad (“Help”) and its subsidiaries for a cash consideration of RM183,276,292. The sale was completed on 15 January 2014.

There were no other changes in the composition of the Group for the financial period ended 31 January 2014.

## 13. Derivatives

The Group has the following derivative agreement to hedge against interest rate risk:

Type of Derivatives	Notional Value AUD'000	Fair Value AUD'000
Interest rate swap		
28/05/2012 – 28/05/2014	25,000	(144)
28/05/2012 – 27/02/2015	25,000	(144)

The rationale of this interest rate swap is to have certainty of interest payment and cash flow. The fair value of the interest rate swap is the estimated amount that the company would receive or pay to terminate the swap. It represents the difference between the fixed and floating rate of the swap as at 31 January 2014.

## 14. Changes in Contingent Liabilities or Contingent Assets since the Last Annual Reporting Date

There were no material changes in contingent liabilities or contingent assets since the last audited reporting date.

## 15. Capital Commitments

There were no outstanding capital commitments for the group as at 31 January 2014.

## **PART B**

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

#### **1. Review of Performance**

The Group recorded a profit before tax of RM155.5 million for the current quarter under review as compared to RM23.7 million for the preceding year corresponding quarter.

The performances of the respective business sectors are as follows:

	<b>1Q 2014 RM'000</b>	<b>1Q 2013 RM'000</b>	<b>PTD2014 RM'000</b>	<b>PTD2013 RM'000</b>
Revenue				
Property Investment Holding	10,563	10,115	10,563	10,115
Property Development	341	573	341	573
Education	16,864	28,684	16,864	28,684
Investment Holding	2,533	4,763	2,533	4,763
Australia Operation	8,618	16,938	8,618	16,938
Others	-	-	-	-
	<u>38,919</u>	<u>61,073</u>	<u>38,919</u>	<u>61,073</u>
	<b>1Q 2014 RM'000</b>	<b>1Q 2013 RM'000</b>	<b>PTD2014 RM'000</b>	<b>PTD2013 RM'000</b>
Profit before tax				
Property Investment Holding	128,752	5,406	128,752	5,406
Property Development	(749)	(663)	(749)	(663)
Education	(1,702)	4,423	(1,702)	4,423
Investment Holding	30,815	9,500	30,815	9,500
Australia Operation	(1,611)	5,005	(1,611)	5,005
Others	(18)	(10)	(18)	(10)
	<u>155,487</u>	<u>23,661</u>	<u>155,487</u>	<u>23,661</u>

#### **Property Investment Holding**

Higher profit achieved for the quarter to 31 January 2014 of RM128.7 million as compare to the preceding year quarter of RM5.4 million was mainly due to a gain of RM113.1 million from the disposal of Help.

#### **Property Development**

The delay in the new launches has resulted in lower revenue and currently the property development division is incurring some losses. The new launching for Bukit Permata is expected to be in the 1<sup>st</sup> quarter of 2015.

#### **Education**

The sale of Help was completed on 15 January 2014 and thus the Group is only reporting the revenue and expenditure for 2 months. For the 2 months it incurred

a loss of RM1.7 million as compared to RM4.4 million profit before taxation recorded in the preceding year corresponding quarter.

### **Investment Holding**

For the quarter under review, it recorded a profit of RM30.8 million as compared to RM9.5 million in preceding year corresponding quarter. The increase in profit was mainly due to foreign exchange gain of RM30.6 million as USD and SGD strengthen against Ringgit.

### **Australian Operation**

For the quarter under review, it recorded a loss of RM1.6 million as compared to a profit of RM5.0 million in the preceding year corresponding quarter. The loss in the current quarter was mainly due to foreign exchange loss of RM4.7 million as AUD weaken against Ringgit. Whereas in the preceding year corresponding quarter there was a foreign exchange gain of RM1.4 million.

## **2. Comments on Material Changes in the Profit/(Loss) Before Taxation for the Quarter Reported as Compared with the Preceding Quarter**

For the quarter under review, the Group achieved a profit before tax of RM155.5 million as compared to RM50.2 million in the preceding quarter ended 31 October 2013.

The performance of the respective business sectors are as follows:

	1Q2014 RM'000	4Q2013 RM'000
Profit before tax		
Property Investment Holding	128,752	48,445
Property Development	(749)	(857)
Education	(1,702)	6,486
Investment Holding	30,815	(9,634)
Australia Operation	(1,611)	5,795
Others	(18)	(25)
	----- 155,487 -----	----- 50,210 -----

### **Property Investment Holding**

For the quarter under review, it achieved a higher profit of RM128.7 million as compared to RM48.4 million in the preceding quarter. The increase was mainly due to the disposal of Help which reported a gain of RM113.1 million.

### **Property Development**

For the quarter under review the property division incurred a loss of RM0.7 million as a result of delay in the new launches. New launches for Bukit Permata is expected to be in the 1<sup>st</sup> quarter of 2015.

### **Education**

For the 2 months it incurred a loss of RM1.7 million as compared to RM6.5 million profit before taxation recorded in the preceding year. The sale of Help was completed on 15 January 2014.

### **Investment Holding**

For the quarter it recorded a profit of RM30.8 million as compared to RM9.6 million loss in the preceding quarter. The increase in profit for the quarter was mainly due to foreign exchange gain as result of the strengthening of USD and SGD. Whereas in the preceding quarter it incurred a foreign exchange loss of RM10.5 million as Ringgit strengthened.

### **Australian Operation**

For the quarter under review, it recorded a loss of RM1.6 million as compared to a profit of RM5.8 million in the preceding quarter. The loss for the current quarter was due to foreign exchange loss of RM4.7 million as AUD weakened against RM. The high occupancy for Claremont Quarters will continue to contribute positively to the Australian operation.

### **3. Current Financial Year Prospects**

The property investment sector of the Group are expected to remain stable and will continue to contribute positively to the Group. The occupancy rate for Menara Milenium in Damansara Heights and Claremont Shopping Centre in Perth, Australia remain high. For property development in Bukit Permata and Selayang Mulia, the Group is reviewing its development plan and new launches are expected to be made in early 2015. For the Group Damansara Heights land, the proposed development of the land will be design to provide integration and connectivity with the Mass Rapid Transit project.

Barring unforeseen circumstances, the Group expects the operation in Malaysia and Australia to remain positive in 2014. However, the Groups profitability will be subject to currency fluctuations in view of our overseas investment.

### **4. Variances between Actual Profit and Forecast Profit**

Not applicable as no profit forecast was published.

### **5. Tax Expense**

Tax expense comprise of the following:

	<b>As at 31.01.2014</b>	
	<b>Current Quarter</b>	<b>Financial Year To- Date</b>
	RM'000	RM'000
Current year provision	8,833	8,833
Deferred Taxation	(7,460)	(7,460)
	-----	-----
	1,373	1,373
	=====	=====

The effective rate of taxation of the Group is lower than the statutory rate of taxation because of the gain from oversea subsidiary company, Allied Provincial Invest Ltd incorporated in the British Virgin Islands, is tax free and the gain from the disposal of long term quoted investment is not subject to tax.

**6. Profits/(losses) from Sale of Unquoted Investments and/or Properties Respectively for the Current Quarter and Financial Year-to-date**

There was no disposal of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial period-to-date.

**7. Purchase or disposal of quoted securities other than securities in existing subsidiaries and associated companies**

Particulars of the purchase or disposal of quoted securities for the year to date at 31 January 2014:-

a) Summary of Dealings in Quoted Securities:	RM' 000
Cost of Disposal	902
Proceeds from Disposal	1,909
	-----
Total gain on disposal	1,007
	=====

b) Total investments in quoted securities as at end of the reporting period: -

	RM' 000
i. At cost	381,594
ii. At book value (after provision for impairment)	349,076
iii. At market value	349,076
	=====

The sales and purchases of the securities as mentioned in note 7(a) were carried out by the subsidiary Company, Allied Provincial Invest Ltd., a company incorporated in The British Virgin Islands, during the period from 1 November 2013 to 31 January 2014 in the ordinary course of business. The principal activity of the said subsidiary company is that of investment holding and the transactions are of a revenue nature.

The sales and purchases of the above securities were in respect of quoted securities held overseas.

**8. Status of Corporate Proposals**

There were no outstanding corporate proposals as at the date of this report.

**9. Group Borrowings**

Total Group borrowings and debt securities as at 31 January 2014 are as follows: -

Security	Currency	Short Term RM'000	Long Term RM'000	Total RM'000
Secured	AUD	-	236,844	236,844
Secured	RM	25,000	-	25,000
Unsecured	RM	19,518	-	19,518
Total		44,518	236,844	281,362

## 10. Derivatives

The Group has the following derivative agreement to hedge against interest rate risk:

Type of Derivatives	Notional Value AUD '000	Fair Value AUD '000
Interest rate swap (28/05/2012 – 28/05/2014)	25,000	(144)
(28/05/2012 – 27/02/2015)	25,000	(144)

The rationale of this interest rate swap is to have certainty of interest payment and cash flow. The fair value of the interest rate swap is the estimated amount that the company would receive or pay to terminate the swap. It represents the difference between the fixed and the floating rate of the swap as at 31 January 2014.

## 11. Material Litigation

There are no other changes in material litigation since the last annual reporting date.

## 12. Dividend

A final dividend in respect of the financial year ended 31 October 2013, of 10.0 sen single tier exempt dividend per ordinary share amounting to RM34,361,676 and a special single tier exempt dividend of 20.0 sen per ordinary share amounting to RM68,723,352 on 343,616,761 ordinary shares, will be proposed for shareholders' approval. The financial statements for the current financial period do not reflect this proposed total dividends of RM103,085,028. Such dividends, if approved by the shareholders, will be accounted for in equity as an appropriation of retained earnings in the financial year ending 31 October 2014.

The Board of Directors does not recommend any dividend for the current quarter ended 31 January 2014.

### 13. Earnings Per Share

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year Quarter Ended 31.01.2014	Preceding Year Corresponding Quarter Ended 31.01.2013	Current Year To date Ended 31.01.2014	Preceding Year Corresponding Period 31.01.2013
Net profit/(loss) for the period attributable to shareholders of the parent (RM'000)	155,266	19,362	155,266	19,362
Basic earnings/(loss) per share (sen)	45.19	5.63	45.19	5.63
Number of ordinary shares in issue (RM'000)	343,617	343,617	343,617	343,617

### 14. Additional Disclosures

Notes to the Statement of Comprehensive Income comprises:-

	3 MONTHS ENDED 31/01/2014 RM'000	YEAR ENDED 31/10/2013 RM'000
Interest income	2,283	11,086
Other income including investment income	156,481	31,368
Interest expense	(4,036)	(18,432)
Depreciation and amortization	(1,988)	(10,808)
Provision for write off of receivables	N/A	(217)
Provision for and write off of inventories	N/A	N/A
Gain or (loss) on disposal of quoted or unquoted investments or properties	1,007	1,638
Impairment of assets	N/A	N/A
Foreign exchange gain/(loss)	25,948	3,244
Gain or loss on derivatives	N/A	N/A
Exceptional item	N/A	N/A

## PART C

### 1. Disclosure of Realised and Unrealised Profits or losses

The breakdown of the retained profits of the Group as at the reporting date into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with guidance on special matter No.1 determination of realised and unrealised profits or losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad listing requirements as issued by the Malaysian Institute of Accountants.

	As At 31.01.2014 RM'000	As At 31.10.2013 RM'000
Total retained profits of the Company and its subsidiaries		
- Realised	1,918,236	1,735,150
- Unrealised	348,587	391,918
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	2,266,823	2,127,068
Less: Consolidated adjustments	(771,783)	(787,294)
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Retained earnings as per financial statements	1,495,040	1,339,774
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