

# **Berjaya Corporation Berhad**

Company No: 554790-X

Date: 29 December 2016

Subject: **UNAUDITED INTERIM FINANCIAL REPORT FOR  
THE PERIOD ENDED 31 OCTOBER 2016**

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**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016  
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	3 months ended		Year to date ended	
	31/10/2016	31/10/2015	31/10/2016	31/10/2015
	RM'000	RM'000	RM'000	RM'000
GROUP REVENUE	2,457,510	2,257,132	4,681,918	4,392,949
PROFIT FROM OPERATIONS	311,851	184,570	483,955	380,466
Investment related income	192,617	177,626	215,218	229,354
Investment related expenses	(9,056)	(2,774)	(32,772)	(7,225)
Finance costs	(93,679)	(102,524)	(198,695)	(204,763)
Share of results of associates	7,144	33,590	13,429	78,408
Share of results of joint ventures	(388)	(1,551)	(1,038)	(3,468)
PROFIT BEFORE TAX	408,489	288,937	480,097	472,772
INCOME TAX EXPENSE	(99,728)	(102,960)	(213,571)	(180,385)
PROFIT AFTER TAX	308,761	185,977	266,526	292,387
ATTRIBUTABLE TO:				
- Equity holders of the parent	176,505	122,258	113,828	178,391
- Non-controlling interests	132,256	63,719	152,698	113,996
	308,761	185,977	266,526	292,387
EARNINGS PER SHARE (SEN)				
- Basic, for the period	3.27	2.47	2.21	3.67
- Diluted, for the period	3.27	2.47	2.21	3.66

The annexed notes form an integral part of this interim financial report.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016  
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	3 months ended		Year to date ended	
	31/10/2016	31/10/2015	31/10/2016	31/10/2015
	RM'000	RM'000	RM'000	RM'000
PROFIT AFTER TAX	308,761	185,977	266,526	292,387
<b>OTHER COMPREHENSIVE ITEMS</b>				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Net changes on available-for-sale ("AFS") financial assets				
- Changes in fair value of AFS investments	2,304	(5,153)	(1,853)	(5,943)
- Transferred to profit or loss due to:				
- Disposals of AFS investments	-	-	231	-
- Impairment of AFS investments	-	-	5	648
Foreign currency translation	52,097	315,483	131,016	441,999
Amortisation of gaming rights	(2,697)	-	(5,393)	-
Share of other comprehensive items of associates	(11,386)	(667)	(6,088)	(6,343)
Taxation relating to components of other comprehensive income	2,270	908	2,126	2,159
<u>Item that will not be reclassified subsequently to profit or loss</u>				
Revaluation of land and buildings	-	-	234	-
<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD</b>	<b>351,349</b>	<b>496,548</b>	<b>386,804</b>	<b>724,907</b>
<b>TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO:</b>				
- Equity holders of the parent	210,037	322,765	201,514	447,809
- Non-controlling interests	141,312	173,783	185,290	277,098
	<b>351,349</b>	<b>496,548</b>	<b>386,804</b>	<b>724,907</b>

The annexed notes form an integral part of this interim financial report.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	Group As at 31/10/2016 RM'000	Group As at 30/04/2016 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	3,981,064	3,766,965
Biological assets	4,612	4,773
Other investments	116,392	92,444
Investment properties	774,964	768,438
Land held for development	2,585,280	2,607,092
Investment in associated companies	1,182,128	1,272,209
Investment in joint ventures	113,280	95,132
Deferred tax assets	87,553	85,643
Other long term receivables	676,833	627,550
Intangible assets	6,574,258	6,571,123
	<u>16,096,364</u>	<u>15,891,369</u>
<b>Current Assets</b>		
Development properties	984,401	847,393
Inventories	974,420	1,052,957
Trade and other receivables	1,844,690	1,487,298
Short term investments	12,432	12,152
Tax recoverable	66,562	65,071
Deposits with financial institutions	640,529	809,789
Cash and bank balances	1,466,081	1,788,664
	<u>5,989,115</u>	<u>6,063,324</u>
Assets of disposal group/Non-current assets classified as held for sale	1,375,381	1,392,624
	<u>7,364,496</u>	<u>7,455,948</u>
<b>TOTAL ASSETS</b>	<u><u>23,460,860</u></u>	<u><u>23,347,317</u></u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	4,923,591	4,673,180
Share premium	6,965	6,965
Irredeemable Convertible Unsecured Loan Stocks ("ICULS") - Equity component	339,097	253,608
Reserves	2,529,167	2,125,658
	<u>7,798,820</u>	<u>7,059,411</u>
Less: Treasury shares	(133,249)	(130,399)
	<u>7,665,571</u>	<u>6,929,012</u>
Non-controlling interests	4,748,803	5,171,636
<b>Equity funds</b>	<u>12,414,374</u>	<u>12,100,648</u>
<b>Non-current liabilities</b>		
Irredeemable Convertible Unsecured Loan Stocks	162,866	158,731
Long term borrowings	3,049,187	4,530,187
Provisions and other long term liabilities	340,247	259,149
Deferred tax liabilities	469,358	474,846
	<u>4,021,658</u>	<u>5,422,913</u>
<b>Current Liabilities</b>		
Trade and other payables	3,525,706	3,279,893
Provisions	13,528	11,562
Short term borrowings	3,228,572	2,321,987
Taxation	252,255	185,967
Derivative liability	4,767	2,080
	<u>7,024,828</u>	<u>5,801,489</u>
Liabilities directly associated with disposal groups classified as held for sale	-	22,267
	<u>7,024,828</u>	<u>5,823,756</u>
<b>Total Liabilities</b>	<u>11,046,486</u>	<u>11,246,669</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>23,460,860</u></u>	<u><u>23,347,317</u></u>
Basic net assets per share (sen)	154.78	148.63
Dilutive net assets per share (sen)	123.62	133.47

The net assets per share is calculated based on the following :

Basic : Equity funds less non-controlling interests and ICULS - equity component divided by the number of outstanding shares in issue with voting rights.

Dilutive : Equity funds less non-controlling interests divided by the number of outstanding shares in issue with voting rights and the potential conversion of the Company's outstanding ICULS to shares and exercise of Warrants.

The annexed notes form an integral part of this interim financial report.

**BERJAYA CORPORATION BERHAD**

(Company No: 554790 - X)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016  
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to the equity holders of the Parent											Total net equity funds RM'000	Non-controlling interests RM'000	Total equity RM'000		
	Non-distributable						Distributable									
	Share capital RM'000	Share premium RM'000	ICULS - equity component # RM'000	AFS reserves RM'000	Reserve of disposal group classified as held for sale RM'000	Share option reserves RM'000	Warrants reserve ^ RM'000	Fair value reserves RM'000	Capital reserves RM'000	Consolidation reserve RM'000	Foreign currency translation reserves RM'000	Retained earnings RM'000	Treasury shares RM'000			
At 1 May 2016	4,673,180	6,965	253,608	(13,247)	9,971	1,051	145,758	723,259	31,312	(879,770)	111,321	1,996,003	(130,399)	6,929,012	5,171,635	12,100,647
Total comprehensive income	-	-	-	2,581	-	59	-	(3,728)	(106)	60	88,820	113,828	-	201,514	185,290	386,804
Share of an associated company's effect arising from dilution on equity interest of its subsidiary company	-	-	-	-	-	-	-	-	-	-	-	16,618	-	16,618	-	16,618
<b>Transactions with owners:</b>																
Transfer of reserves	-	-	-	(283)	-	(29)	58,286	260	7,505	33	297	(66,069)	-	-	-	-
Treasury shares acquired	-	-	-	-	-	-	-	-	-	-	-	-	(2,850)	(2,850)	-	(2,850)
Issuance of BCorp ICULS	-	-	297,435	-	-	-	-	-	-	-	-	-	-	297,435	-	297,435
Arising from conversion of BCorp ICULS - by surrender option	250,411	-	(211,946)	-	-	-	-	-	-	-	-	(98)	-	38,367	-	38,367
Transfer upon disposal of a subsidiary company	-	-	-	-	(9,971)	-	-	-	-	-	-	9,971	-	-	-	-
Adjustment in relation to dilution of equity interest in subsidiary companies	-	-	-	-	-	-	-	-	-	(11,353)	-	-	-	(11,353)	116,035	104,682
Adjustment due to increase in equity in subsidiary companies	-	-	-	-	-	-	-	-	-	239,131	-	-	-	239,131	(659,068)	(419,937)
Acquisition of subsidiary company	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13	13
Transferred from distributable earnings to capital reserve arising from a subsidiary company's bonus issue of shares	-	-	-	-	-	-	-	-	99,073	-	-	(99,073)	-	-	-	-
Adjustments arising from amortisation of gaming rights	-	-	-	-	-	-	-	-	-	-	-	3,850	-	3,850	-	3,850
Final dividend *	-	-	-	-	-	-	-	-	-	-	-	(46,153)	-	(46,153)	-	(46,153)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(65,102)	(65,102)
	250,411	-	85,489	(283)	(9,971)	(29)	58,286	260	106,578	227,811	297	(197,572)	(2,850)	518,427	(608,122)	(89,695)
At 31 October 2016	<u>4,923,591</u>	<u>6,965</u>	<u>339,097</u>	<u>(10,949)</u>	<u>-</u>	<u>1,081</u>	<u>204,044</u>	<u>719,791</u>	<u>137,784</u>	<u>(651,899)</u>	<u>200,438</u>	<u>1,928,877</u>	<u>(133,249)</u>	<u>7,665,571</u>	<u>4,748,803</u>	<u>12,414,374</u>

Notes:

- \* Final dividend distribution of 3 treasury shares for every 100 ordinary shares held in respect of the financial year ended 30 April 2016.
- # This comprises the equity components of Irredeemable Convertible Unsecured Loan Stocks ("ICULS").
- ^ This comprises the fair values of warrants .

**BERJAYA CORPORATION BERHAD**

(Company No: 554790 - X)

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

	Attributable to the equity holders of the Parent											Total net equity funds RM'000	Non-controlling interests RM'000	Total equity RM'000	
	Non-distributable							Distributable							
	Share capital RM'000	Share premium RM'000	ICULS - equity component # RM'000	AFS reserves RM'000	Share option reserves RM'000	Warrants reserve ^ RM'000	Fair value reserves RM'000	Capital reserves RM'000	Consolidation reserve RM'000	Foreign currency translation reserves RM'000	Retained earnings RM'000	Treasury shares RM'000			
At 1 May 2015	4,330,614	6,965	409,972	(73,582)	4,921	145,758	851,825	28,377	(892,224)	73,995	2,196,545	(130,399)	6,952,767	4,841,869	11,794,636
Total comprehensive income	-	-	-	(4,308)	781	-	192	1,424	-	271,329	178,391	-	447,809	277,098	724,907
<b>Transactions with owners:</b>															
Transfer of reserves	-	-	-	(178)	30	-	(19,034)	276	532	27,249	(8,875)	-	-	-	-
Arising from conversion of BCorp ICULS - by surrender option	318,011	-	(302,332)	-	-	-	-	-	-	-	(7,473)	-	8,206	-	8,206
Re-issue of BCorp ICULS pursuant to sale of BCorp ICULS previously held within the Group to third parties	-	-	155,743	-	-	-	-	-	-	-	(59,543)	-	96,200	(37,918)	58,282
Acquisition of subsidiary companies	-	-	-	-	-	-	-	-	-	-	-	-	-	93,011	93,011
Adjustment in relation to dilution of equity interest in subsidiary companies	-	-	-	-	-	-	-	-	2,307	-	-	-	2,307	511	2,818
Arising from increase in equity interest in subsidiary companies	-	-	-	-	-	-	-	-	(12,614)	-	-	-	(12,614)	(17,640)	(30,254)
Capital contribution by non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	5,580	5,580
Final dividend*	-	-	-	-	-	-	-	-	-	-	(44,705)	-	(44,705)	-	(44,705)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	-	-	(52,027)	(52,027)
	318,011	-	(146,589)	(178)	30	-	(19,034)	276	(9,775)	27,249	(120,596)	-	49,394	(8,483)	40,911
At 31 October 2015	4,648,625	6,965	263,383	(78,068)	5,732	145,758	832,983	30,077	(901,999)	372,573	2,254,340	(130,399)	7,449,970	5,110,484	12,560,454

**Notes:**

- \* Final dividend of 1% single-tier exempt dividend per share in respect of the financial year ended 30 April 2015.
- # This comprises the equity components of Irredeemable Convertible Unsecured Loan Stocks ("ICULS").
- ^ This comprises the fair values of warrants .

The annexed notes form an integral part of this interim financial report.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

## CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended	
	31/10/2016 RM'000	31/10/2015 RM'000
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Receipts from operations	4,803,314	4,735,111
Payments for operating expenses	(4,599,664)	(4,878,673)
Payment of taxes	(174,965)	(158,062)
Other receipts (including tax refunds)	26,512	11,407
Net cash generated from/(used in) operating activities	<u>55,197</u>	<u>(290,217)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Disposal of property, plant and equipment and non-current assets	5,685	647,880
Disposal of investment in subsidiary companies	126,121	24,968
Disposal of investment in an associated company	279,910	475
Disposal of other investments	45,109	1,461
Acquisition of property, plant and equipment and non-current assets	(155,604)	(115,824)
Acquisition of investments in subsidiary companies	(97,546)	(81,879)
Acquisition of investments in an associated company and a joint venture	(14,376)	(8,265)
Acquisition of other investments and short term investments	(5,691)	(2,566)
Acquisition of treasury shares by subsidiary companies	(4,666)	(15,242)
Interest received	52,262	31,237
Dividend received	11,271	45,275
Net advances to joint ventures	(118,048)	(4,844)
Net cash inflow from settlement for surrendering certain assets and lease interests	127,309	-
Other receipts/(payments)	11,260	(72,288)
Net cash generated from investing activities	<u>262,996</u>	<u>450,388</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Acquisition of treasury shares by the Company	(2,850)	-
Issuance of share capital to non-controlling interests of subsidiary companies	1,139	5,580
Reissuance of BCorp ICULS 1	-	58,282
Dividends paid to non-controlling interests of subsidiary companies	(72,728)	(52,833)
Interest paid	(194,113)	(234,103)
Drawdown of bank and other borrowings	631,376	1,531,682
Repayment of bank and other borrowings	(1,298,555)	(1,172,356)
Net withdrawal/(placements) in banks as security pledges for borrowings	363,532	(37,747)
Net cash (used in)/generated from financing activities	<u>(572,199)</u>	<u>98,505</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>(254,006)</b>	<b>258,676</b>
<b>OPENING CASH AND CASH EQUIVALENTS</b>	<b>1,607,875</b>	<b>1,348,931</b>
Effect of exchange rate changes	58,128	114,434
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	<u><b>1,411,997</b></u>	<u><b>1,722,041</b></u>
Cash and cash equivalents carried forward comprise:	RM'000	RM'000
Deposits with financial institutions	640,529	910,475
Cash and bank balances	1,466,081	1,101,566
Bank overdraft (included under short term borrowings)	<u>(118,885)</u>	<u>(94,282)</u>
	1,987,725	1,917,759
Less :		
Remisiers' deposit held in trust	(15,717)	(13,355)
Cash and cash equivalents restricted in use	<u>(560,011)</u>	<u>(183,665)</u>
	1,411,997	1,720,739
Including: Cash and cash equivalents classified as held for sale	-	1,302
	<u><u>1,411,997</u></u>	<u><u>1,722,041</u></u>

The annexed notes form an integral part of this interim financial report.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

## NOTES TO THE INTERIM FINANCIAL REPORT

- A1 The interim financial report is not audited and has been prepared in compliance with Financial Reporting Standards ("FRS") 134 - Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities LR").

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 30 April 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for understanding the changes in the financial position and performance of the Company since the year ended 30 April 2016.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the Group's accounting period beginning 1 May 2016.

The initial application of the FRSs, Amendments to FRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impact to the financial statements of the Group upon their first adoption.

- A2 The following business operations of the Group are affected by seasonal or cyclical factors:
- the property development segment is affected by the prevailing cyclical economic conditions.
  - the stock and futures broking businesses are influenced by the performance of the stock market.
  - the local island beach resorts situated at the East Coast of Peninsular Malaysia are affected by the North-East monsoon season in the third quarter of the financial year.
  - the gaming business may be positively impacted by the festive seasons.
- A3 (a) The following are the unusual items that occurred during the current quarter under review:

Recognised directly in statement of profit or loss

- (i) Included under investment related income and (expenses):

	Current Quarter RM'000	Financial Year to date RM'000
Gain on disposal of other investment	3	970
Loss on disposal of other investment	(81)	(81)
Gain on disposal of a subsidiary company	6,368	6,368
Loss arising from dilution of interest in an associated company	(7,003)	(8,578)
Loss on disposal of an associated company	-	(13,022)
Net (reversal)/impairment in value investment in an associated company	9	(227)
Impairment in value of AFS investment	-	(5)
Fair value loss on from AFS financial assets	-	(505)
Net fair value changes of investment properties	-	201
Net fair value changes of fair value through profit or loss ("FVTPL") investments	(2,385)	(10,214)
Gain on settlement for surrendering certain assets and lease interests by a subsidiary company to the relevant authorities	163,639	163,639
	<u>160,550</u>	<u>138,546</u>



**BERJAYA CORPORATION BERHAD**

**(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

NOTES TO THE INTERIM FINANCIAL REPORT

- (b) There were no material changes in estimates reported in the prior financial year that had a material effect in the current quarter ended 31 October 2016.

A4 There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellation, shares held as treasury shares and resale of treasury shares for the financial period ended 31 October 2016 except for the following (rounded to nearest thousand):

- (a) Share capital  
250,411,000 ordinary shares of RM1.00 each were issued pursuant to the conversion of 250,411,000 BCorp ICULS 4 of RM1.00 nominal value each.
- (b) 2% 10-year irredeemable convertible unsecured loan stocks of RM1.00 nominal value each ("BCorp ICULS 4")  
353,248,000 BCorp ICULS 4 have been issued during the year together with Warrants 3 pursuant to the acquisition of 598,726,000 shares in Berjaya Land Berhad ("BLand Acquisition"). During the financial period ended 31 October 2016, 250,411,000 BCorp ICULS 4 were converted into 250,411,000 ordinary shares of RM1.00 each.
- (c) 10-year warrants 2016/2026 ("Warrants 3")  
706,497,000 warrants were issued by the Company together with BCorp ICULS 4 pursuant to the BLand Acquisition. Each Warrant 3 entitles the holder to subscribe for one ordinary share of RM1.00 each at an exercise price of RM1.00 per share. During the financial period ended 31 October 2016, no shares have been issued pursuant to the exercise of Warrants 3.

Subsequent to the quarter ended 31 October 2016 and up to the date of this announcement, there were no issuance of ordinary shares pursuant to the conversion of BCorp ICULS and exercise of warrants.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

## NOTES TO THE INTERIM FINANCIAL REPORT

(d) Treasury shares

The details of the share buyback during the financial period ended 31 October 2016 are as follows:

Month	Price per share (RM)			Number of shares	Total consideration RM'000
	Lowest	Highest	Average		
June 2016	0.35	0.36	0.36	8,000,000	2,850
			0.36	8,000,000	2,850

The number of treasury shares held in hand as at 31 October 2016 are as follows:

	Average price per share RM	Number of shares	Amount RM'000
Balance as at 30 April 2016	0.72	182,000,000	130,399
Increase in treasury shares	0.36	8,000,000	2,850
Total treasury shares as at 31 October 2016	0.70	190,000,000	133,249

As at 31 October 2016, the number of outstanding shares in issue and fully paid up with voting rights (rounded to nearest thousand) was 4,733,591,000 (31 October 2015: 4,466,625,000) ordinary shares of RM1.00 each.

A5 The Company did not pay any dividend in the financial period ended 31 October 2016.

At the Company's Annual General Meeting held on 20 October 2016, the shareholders of the Company approved a final dividend for the financial year ended 30 April 2016 comprising a share dividend of 3 treasury shares for every 100 ordinary shares held. The total number of treasury shares to be distributed is 141,992,000 (rounded to nearest thousand) shares. This final dividend will be distributed on 30 December 2016.

**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

NOTES TO THE INTERIM FINANCIAL REPORT

A6 Segment information for the financial period ended 31 October 2016:-

REVENUE	External RM'000	Inter- segment RM'000	Total RM'000
Gaming operations	1,670,481	6,368	1,676,849
Financial services	21,393	-	21,393
Property investment and development	547,252	7,681	554,933
Hotels and resorts	173,925	478	174,403
Marketing of consumer products and services	1,892,186	31,603	1,923,789
Restaurants and cafes	330,884	165	331,049
Others	45,797	5,842	51,639
Elimination: Inter-segment Revenue	-	(52,137)	(52,137)
Total revenue	<u>4,681,918</u>	-	<u>4,681,918</u>

**RESULTS**

	RM'000
Gaming operations	192,948
Financial services	20,713
Property investment and development	320,957
Hotels and resorts	15,315
Marketing of consumer products and services	24,478
Restaurants and cafes	5,170
Others	<u>(9,410)</u>
	570,171
Unallocated corporate items	<u>(86,216)</u>
Profit from operations	483,955
Investment related income	
-Interest income	43,559
-Gain on disposal of other investment	970
-Fair value gain from investment properties	201
-Fair value changes of FVTPL investments	140
-Gain on disposal of a subsidiary company	6,368
-Gain on settlement for surrendering certain assets and lease interests by a subsidiary company to the relevant authorities	163,639
-Dividend income and others	341
	215,218
Investment related expenses	
-Fair value changes of FVTPL investments	(10,354)
-Loss on disposal of other investment	(81)
-Impairment in value of AFS investment	(5)
-Loss on disposal of an associated company	(13,022)
-Fair value loss on financial instruments from AFS financial assets (transferred from equity on disposal of other investments)	(505)
-Loss arising from dilution of interest in an associated company	(8,578)
-Impairment in value of investment in an associated company	(227)
	(32,772)
Finance costs	(198,695)
Share of results of associates	13,429
Share of results of joint ventures	<u>(1,038)</u>
Profit before tax	480,097
Income tax expense	<u>(213,571)</u>
Profit after tax	<u>266,526</u>

## **BERJAYA CORPORATION BERHAD**

**(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

NOTES TO THE INTERIM FINANCIAL REPORT

- A7 There were no significant events since the end of this current quarter up to the date of this announcement except as follows:
- (a) On 16 December 2016, Berjaya Land Berhad ("BLand") announced that the disposal of Great Mall Project by Berjaya (China) Great Mall Co Ltd ("GMOC") was completed (refer to Note B7(a)).
- A8 There were no changes in the composition of the Group for the current period ended 31 October 2016, including business combinations, acquisition or disposal of subsidiary companies and long term investments, restructuring and discontinuing operations except for the following:-
- (a) On 6 May 2016, Berjaya Philippines Inc., an indirect subsidiary of Berjaya Sports Toto Berhad completed the subscription of 42,500 new ordinary shares in Neptune Properties Inc. ("Neptune") for a total consideration of PHP82.3 million (equivalent to RM7.1 million), representing 41.5% equity interests in Neptune.
  - (b) On 16 May 2016, the Company announced the proposed member's voluntary winding up exercise of Eng Equities Sdn Bhd, an indirect subsidiary of the Company.
  - (c) On 27 June 2016, the Company announced that BGroup, its wholly owned subsidiary company, acquired 60% equity interest in a new subsidiary company, BLoyalty Pte Ltd, a company incorporated in Singapore, for a total consideration of SGD6,000.
  - (d) During the first quarter ended 31 July 2016, the Group disposed of its entire equity interests in Bermaz Auto Berhad (formerly known as Berjaya Auto Berhad) ("BAuto"), and BAuto is no longer an associated company of the Group.
  - (e) On 5 July 2016, the Company announced that the disposals of the 9.09% equity stake comprising of 104.10 million shares in BAuto to Dynamic Milestone Sdn Bhd ("DMSB"), in exchange for 33% equity interest in DMSB has been completed and DMSB became an associated company of the Group.
  - (f) On 19 July 2019, the Company announced that Cosway Germany GmbH, a wholly-owned dormant subsidiary which has not commenced operations since incorporation, has been voluntarily liquidated pursuant to an application and its name has been struck off from the commercial register.
  - (g) During the current quarter under review, the Group acquired 2,750 ordinary shares of RM1.00 each, representing 11% equity interest in Pasdec Cempaka Sdn Bhd ("Pasdec Cempaka") for a total cash consideration of RM15.00 million. Consequently, the Group's equity interest in Pasdec Cempaka, which is regarded as a joint venture, has increased from 40% to 51%.
  - (h) On 4 August 2016, Redtone International Berhad ("Redtone") announced that it had on 3 August 2016 incorporated a new subsidiary company under the name of Ansar Mobile Sdn Bhd ("Ansar"). Ansar is wholly owned by Redtone. The intended principal activity of Ansar is the provision of telecommunications and telecommunications related services.
  - (i) On 28 October 2016, Redtone announced that it has completed the disposal of its entire equity interest of 92.31% comprising 260,619,365 common shares of USD0.0001 each in REDtone Asia Inc ("REDtone Asia"), a company quoted on the Over-The-Counter Bulletin Board, United States of America, to Million Vision Development International Limited ("MillionVision") for a cash consideration of RMB38.31 million (about RM23.78 million) satisfied by MillionVision assuming a debt owing by Redtone group to the REDtone Asia group of about RMB38.31 million (about RM23.78 million). Accordingly, REDtone Asia and its subsidiary companies ceased as Redtone's subsidiary companies.

**BERJAYA CORPORATION BERHAD**

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

NOTES TO THE INTERIM FINANCIAL REPORT

- A9 There were no material changes in contingent liabilities or contingent asset since the last annual balance sheet date other than the following:
- (a) With reference to Note 42(2) to the financial statements regarding the claim brought by Evolv Health LLC against CoswayUSA and several other parties, the trial date has been set on 29 August 2017.
  - (b) With reference to Note 42(4) to the financial statements regarding the actions brought by Armen&anor, the trial has been postponed to 31 October 2016 at the request of Armen&anor. The trial proceeded for three days but there was a procedural error and a new trial has been re-scheduled to 27 February 2017.
- A10 There were no material changes in capital commitment since the last audited statement of financial position as at 30 April 2016, except as follows:
- (a) On 1 June 2016, Juara Sejati Sdn Bhd completed the acquisition of a total of 598.73 million BLand shares from Tan Sri Dato' Seri Vincent Tan Chee Yioun and Penta Investment Advisers Limited for a total purchase consideration of RM419.11 million satisfied by the issuance of RM353.25 million nominal value of BCorp ICULS 4 with 706.50 million free Warrants 3 in the Company and by cash of RM65.86 million.
  - (b) On 28 November 2016, Berjaya Okinawa Development Co. Ltd, an indirect wholly-owned subsidiary company of the Group had entered into a sales agreement with Shurei Tourism Development Co. Ltd to acquire several parcels of land and a hotel building constructed thereon, known as Royal Garden Hotel, for a total cash consideration of JPY1.74 billion (or about RM69.8 million). This hotel is located at Uruma City, Okinawa, Japan and is currently not in operation. The proposed acquisition is still pending completion.
  - (c) On 13 December 2016, BPI announced a proposal to acquire additional shares in H.R. Owen Plc for about GBP14.83 million (about RM82.60 million) and this proposal is expected to be completed by 8 June 2017.

## **BERJAYA CORPORATION BERHAD**

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

- B1 The main operating businesses of the Group are marketing of consumer products and services, restaurants and cafes, property investment and development, hotels and resorts and gaming operations. The key factors (other than the general economic conditions) affecting the performance of the main operating businesses in the Group are as follows:

### Marketing of consumer products and services

Effectiveness of marketing initiatives, new product launches, sales productivity, consumer preferences and spending trends, the fluctuation of foreign exchange rates impacting product costs and competitive pricing and promotions offered by competitors and the disposable income of the consumers.

### Restaurants and cafes

Festive season, tourism, eating out culture, raw material costs, staff costs and affluent lifestyle as well as consumer perception.

### Property investment and development

Demography of population, location of the properties, costs of building materials and related services, lending guidelines and interest rates of the financial institutions, rental rates, age and condition of investment properties and the quality of property management.

### Hotels and resorts

Room rates, seasonal festive periods and school holidays, location of the hotels and resorts, tourism and currency exchange trends, energy/other supplies costs, quality of rooms/amenities/service.

### Gaming operations

Disposable income of the general public, Jackpot cycles, luck factor, illegal gaming activities and the number of draws in the financial period.

### **Review of results for the quarter**

The Group registered a revenue of RM2.46 billion and pre-tax profit of RM408.49 million in the current quarter ended 31 October 2016 as compared to a revenue of RM2.26 billion and pre-tax profit of RM288.94 million reported in the previous year corresponding quarter.

### Commentary on revenue

The Group recorded a higher revenue for the current quarter mainly due to higher revenue reported by property investment and development business segment as well as motor distribution business as compared to the preceding year corresponding quarter.

#### Marketing of consumer products and services

The marketing of consumer products and services segment reported lower revenue as the retail distribution business was affected by unfavourable economic conditions in the Greater China Markets and the closure of non performing stores. The quantum of decrease was mitigated by higher revenue reported by the motor distribution business.

The motor distribution business under H.R. Owen PLC ("HR Owen") reported higher revenue due to higher sales volume of new cars coupled with certain new models being available for sale during the current quarter under review.

#### Restaurants and cafes

The restaurants and cafes business reported a higher revenue for the current quarter mainly due to higher sales recorded by existing cafes as well as additional cafes operating in the current quarter.

#### Property investment and development

The property investment and development business registered higher revenue mainly due to sales of several units of residences located at the recently opened luxurious Four Seasons Hotel Kyoto in Japan as well as sales of apartments and higher progress billing from a property project in the People's Republic of China.

## **BERJAYA CORPORATION BERHAD**

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UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

### Hotels and resorts

The hotels and resorts business reported a higher revenue mainly due to higher overall room rates, in spite of a drop in overall occupancy rates.

### Gaming operations

The gaming operations operated by Sports Toto Malaysia Sdn Bhd ("STM"), principal subsidiary of Berjaya Sports Toto Berhad ("BToto") reported lower revenue in the current quarter as a result of the lower cumulative jackpot in the 4D Jackpot game as compared to the previous year corresponding quarter.

### Commentary on pre-tax profit

The Group's pre-tax profit for the current quarter was higher than previous year corresponding quarter. The higher current quarter profit was mainly due to higher contribution from property investment and development business segment.

### Marketing of consumer products and services

The retail distribution business reported a pre-tax loss in this current quarter under review mainly due to unfavourable economic conditions in China as compared to the preceding year corresponding quarter.

The motor distribution business reported a higher pre-tax profit in this quarter under review mainly due to higher sales volume of new cars coupled with certain new models being available for sale.

### Restaurants and cafes

The higher pre-tax profit of restaurants and cafes business in the current quarter under review was mainly due to higher contribution from the Starbucks operations in Malaysia and reduced losses from the closure of certain non performing franchised food outlets.

### Property investment and development

The property investment and development business contributed higher pre-tax profit mainly due to sales of several units of residences located at the recently opened luxurious Four Seasons Hotel Kyoto in Japan as well as higher profit recognition from a property project, which is nearing completion, in the People's Republic of China.

### Hotels and resorts

The hotels and resorts business reported higher pre-tax profit mainly due to higher revenue in the current quarter as compared to the previous year corresponding quarter.

### Gaming operations

The gaming business reported lower pre-tax profit mainly due to higher prize payout and operating expenses incurred in the current quarter under review.

## **BERJAYA CORPORATION BERHAD**

**(Company No: 554790 - X)**

UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 OCTOBER 2016

ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

### **Review of results for the financial period**

The Group registered a revenue of RM4.68 billion and pre-tax profit of RM480.10 million for the financial period ended 31 October 2016 as compared to a revenue of RM4.39 billion and pre-tax profit of RM472.77 million reported in the previous year corresponding period.

#### Commentary on revenue

The Group registered a higher revenue for the financial period under review mainly due to higher contribution from property investment and development business segment.

#### Marketing of consumer products and services

The marketing of consumer products and services business segment reported lower revenue mainly due to the reasons mentioned above.

The higher revenue reported by motor distribution business was mainly due to the reasons mentioned above.

#### Restaurants and cafes

The restaurants and cafes business reported a higher revenue for the current period mainly due to higher sales recorded by existing cafes as well as additional cafes operating in the current period.

#### Property investment and development

The property investment and development business registered higher revenue mainly due to encouraging sales of apartments and higher progress billings from a property project in the Peoples' Republic of China in this period under review as well as the sales of several units of residences in Japan as mentioned above.

#### Hotels and resorts

The hotels and resorts business reported a higher revenue due to higher average room rates in the current financial period under review.

#### Gaming operations

The gaming operations in Malaysia reported lower revenue in the current financial period as a result of the lower cumulative jackpot in the Jackpot games as compared to the previous financial period.

#### Commentary on pre-tax profit

The Group's pre-tax profit for the current financial period was slightly higher than the previous financial period. The increase in pre-tax profit was mainly due to higher contribution from property investment and development business segment as well as higher investment related income as detailed in Note A3. The higher pre-tax profit was partially offset by the lower share of associated companies' results after the disposal of BAUTO and share of higher losses from associated companies.

#### Marketing of consumer products and services

The marketing of consumer products and services business segment reported lower pre-tax profit was mainly due to the reasons mentioned above.

The higher pre-tax profit reported by motor distribution business was mainly due to the reasons mentioned above. The improved performance of HR Owen was dampened by lower exchange rate as compared to the previous financial period.

#### Restaurants and cafes

The higher pre-tax profit reported by restaurants and cafes business was mainly due to reduced losses from the closure of certain non performing franchised food outlets.

#### Property investment and development

In line with the higher revenue achieved as mentioned above, the property investment and development business registered higher pre-tax profit.



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Hotels and resorts

The hotels and resorts business reported higher pre-tax profit in tandem with the higher revenue achieved in this current period under review as compared to the previous financial period.

Gaming operations

The gaming business contributed lower pre-tax profit mainly due to higher prize payout in the current period under review.

**B2** Review of results of second quarter vs first quarter

For the quarter under review, the Group recorded a revenue of RM2.46 billion and pre-tax profit of RM408.49 million as compared to a revenue of RM2.22 billion and pre-tax profit of RM71.61 million reported in the preceding quarter.

Commentary on revenue

The Group recorded a higher revenue for the current quarter mainly due to higher revenue reported by property investment and development business segment as compared to the preceding quarter.

Marketing of consumer products and services

The marketing of consumer products and services business segment reported lower revenue mainly due to weak consumer spending sentiments as a result of the prevailing global economic climate especially in Malaysia, China and Hong Kong markets.

The motor distribution business reported higher revenue as compared to the preceding quarter as certain new models were available for sale during the current quarter.

Restaurants and cafes

The restaurants and cafes business reported higher revenue in the current quarter compared to the preceding quarter. The lower revenue in the previous quarter was due to the Muslim fasting month which occurred in the month of July 2016.

Property investment and development

The property investment and development business reported a higher revenue due to sales of several units of residences in Four Seasons Hotel Kyoto, Japan.

Hotels and resorts

The hotels and resorts business reported higher revenue arising from higher occupancy and average room rates in this quarter under review compared to the preceding quarter.

Gaming operations

The gaming business reported a lower revenue in current quarter under review as the preceding quarter recorded higher sales arising from high jackpot in the 4D Jackpot game.

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Commentary on pre-tax profit

The Group's pre-tax profit for the current quarter under review was higher than preceding quarter. This increase in pre-tax profit was mainly due to higher profit contribution from property investment and development business segment and higher investment related income as disclosed in Note A3.

Marketing of consumer products and services

The higher pre-tax loss reported by telecommunication business in the current quarter was mainly due to higher costs for certain projects and realisation of foreign exchange losses after settlement of outstanding balances owing to foreign subsidiaries.

The motor distribution business reported lower pre-tax profit in the current quarter under review in tandem with the lower revenue recorded in the current quarter.

Restaurants and cafes

The restaurants and cafes business reported a marginal increase in pre-tax profit in the current quarter under review in tandem with the higher revenue mentioned above.

Property investment and development

The property investment and development business registered higher profit due to reasons mentioned above.

Hotels and resorts

The hotels and resorts business reported higher pre-tax profit mainly due to higher revenue in this current quarter under review as compared to the preceding quarter.

Gaming operations

The gaming business contributed lower pre-tax profit mainly due to higher prize payout and higher operating expenses incurred in the current quarter.

**B3** Future prospects

Given the prevailing economic conditions and global financial outlook, the Directors are of the view that the Group's operating environment will be very challenging going forward.

**B4** There is no profit forecast or profit guarantee for the financial period ended 31 October 2016.

**B5** The taxation charge for the current quarter and period ended 31 October 2016 are detailed as follows:

	Current Quarter RM'000	Financial Year to date RM'000
Based on the results for the period:-		
Current period provision		
- In Malaysia	37,971	82,979
- Outside Malaysia	67,246	134,236
Deferred tax	1,919	(4,064)
(Over)/under provision in prior years	<u>(7,408)</u>	<u>420</u>
	<u>99,728</u>	<u>213,571</u>

The disproportionate tax charge of the Group for the current quarter/period ended 31 October 2016 was mainly due to certain expenses or losses being disallowed for tax purposes, certain gains which are non taxable and non-availability of Group tax relief in respect of losses incurred by certain subsidiary companies.

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B6 Profit before tax is stated after charging/(crediting):

	Current Quarter RM'000	Financial Year to date RM'000
Interest income	(22,982)	(43,559)
Dividend income	(29)	(341)
Gain on disposal of property, plant and equipment	(343)	(354)
Gain on disposal of other investment	(3)	(970)
Fair value loss on from AFS financial assets	-	505
Loss arising from dilution of interest in an associated company	7,003	8,578
Depreciation of property, plant and equipment	46,503	89,169
Amortisation of intangible assets	13,775	30,313
Impairment loss on receivables	12,754	13,113
(Reversal)/Impairment in value of investment in associated companies	(9)	227
Impairment in value of AFS investment	-	5
Provision for and write off of inventories	4,165	6,286
Loss on disposal of an associated company	-	13,022
Foreign exchange loss (net)	(40,092)	(21,848)
Fair value changes of FVTPL investments (net)	<u>2,385</u>	<u>10,214</u>

B7 (A) There has been no further developments for those corporate proposals disclosed in Notes 47 and 48 to the audited financial statements of the Company for the financial year ended 30 April 2016 except for the following:

(a) Note 47(6) in relation to the proposed disposal of the Berjaya (China) Great Mall Recreation Centre

On 16 December 2016, BLand announced the completion of the disposal by GMOC, a 51.00% owned subsidiary company of the BLand group, of the Berjaya (China) Great Mall Recreation Centre located in Sanhe City, Hebei Province, the People's Republic of China for a cash consideration of RMB2.08 billion (or about RM1.39 billion) to Beijing SkyOcean International Holdings Limited ("Beijing SkyOcean").

Upon signing of the construction project transfer agreement ("CPTA"), Beijing SkyOcean paid RMB50.00 million to GMOC. GMOC further received RMB1,015 million following the fulfilment of all the conditions precedent of the CPTA. The balance of the purchase consideration of RMB1,015 million will be received by November 2017 pursuant to the terms of the CPTA.

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(B) Events announced subsequent to the date of the audited financial statements:

- (i) On 5 October 2016, the Company announced that it has together with Berjaya Forest Products (Luxembourg) S.a.r.l ("BForest"), a wholly owned subsidiary company of the Group, on even date entered into a share purchase agreement and a notes purchase agreement with UPP Holdings Limited ("UPP"), a Singapore incorporated company which is listed on the Main Board of the Singapore Exchange Securities Trading Limited, for the following disposals (collectively the ProposedTaigaDisposal):
- i) the entire 12,669,808 common shares ("Taiga shares"), representing an equity interest of 39.09%, in Taiga Building Products Limited ("Taiga"), a company listed on the Toronto Stock Exchange, by BForest for a total cash consideration of about CAD12.67 million (or about RM39.87 million) or at CAD1.00 per Taiga share; and
  - ii) the entire CAD46,008,796.98 principal amount of 14% unsecured subordinated notes ("Taiga notes") in Taiga by BForest for a total cash consideration of about CAD52.91 million (or about RM166.50 million) or at CAD1.15 per Taiga note.

The ProposedTaigaDisposal is subject to approvals from UPP shareholders and various other authorities in Canada and Singapore.

- (ii) On 13 December 2016, BToto announced that BPI had proposed to acquire 6,589,934 shares in H. R.Owen Plc ("HROwen"), a 72.03% subsidiary company of BPI, from Bentley Motors Limited for a total purchase price of about GBP14.83 million (about RM82.60 million) or about GBP2.25 per share. The completion of this proposal is expected to be within six months and not later than 8 June 2017. Upon completion, BPI will increase its equity interest in HROwen from 72.03% to 98.38%.

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B8 Group borrowings and debt securities as at 31 October 2016 were as follows:

		At end of current quarter RM'000
Short term borrowings		
Secured		
	Foreign currency amount	
Denominated in	'000	
Ringgit Malaysia	#	2,055,906
USD	64,124 *	258,376
SGD	20,299 *	61,339
GBP	5,602 *	28,710
JPY	19,659,401 *	788,342
PHP	251,025 *	21,789
VND	332,777 *	63
KRW	2,750,000 *	10,175
		<u>3,224,700</u>
Unsecured		
Denominated in		
Ringgit Malaysia		2,000
RMB	2,500 *	1,552
USD	76 *	320
		<u>3,872</u>
		3,228,572
Long term borrowings		
Secured		
	Foreign currency amount	
Denominated in	'000	
Ringgit Malaysia	#	2,442,812
USD	33,984 *	142,989
GBP	14,534 *	74,530
SGD	1,671 *	5,050
RMB	489,685 *	304,025
VND	94,050,000 *	18,810
		<u>2,988,216</u>
Unsecured		
Denominated in		
RMB	89,401 *	55,509
USD	1,298 *	5,462
		<u>60,971</u>
		3,049,187
Total bank borrowings		<u><u>6,277,759</u></u>
* Converted at the respective exchange rates prevailing as at 31 October 2016		
# Includes medium term notes		
- short term		255,000
- long term		<u>1,138,453</u>
		<u><u>1,393,453</u></u>

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

- B9 There is no change in material litigation since the last annual reporting date up to the date of this announcement, other than as disclosed in Note A9, except for the following:-

On 6 November 2015, BLand announced that its 72.6% subsidiary, Berjaya Jeju Resort Limited ("BJR"), had instituted legal proceedings in the Republic of Korea against Jeju Free International City Development Center ("JDC") for the breach by JDC of certain terms and conditions set out in the Land Sale and Purchase Agreement dated 30 March 2009 ("Land SPA") entered into between BJR and JDC in relation to the proposed mixed development of an international themed village known as the "Jeju Airst City" in Jeju Island, Republic of Korea ("Jeju Project") and to claim for losses and damages incurred ("JDC Lawsuit"). JDC holds a 19% stake in BJR.

Pursuant to the Land SPA, JDC is obligated to transfer the lands acquired thereunder to BJR free from all liens, security interests and encumbrances. However, on 20 March 2015 the Supreme Court of the Republic of Korea ("Korean Supreme Court") ruled that the expropriation by JDC of certain parcels of lands which were then subsequently sold to BJR pursuant to the Land SPA was invalid. Hence JDC had breached the terms of the Land SPA as it failed to transfer good and unencumbered title to the said lands to BJR. A consequence of the Korean Supreme Court decision is that certain former owners of the said lands had filed a suit demanding that the said lands be returned to them. Under the circumstances, the on-going development works on the Jeju Project had been suspended pending the resolution of this matter by JDC with the affected landowners.

Pursuant to the financing arrangement for Phase 1 of the Jeju Project and following the suspension of the development thereon, JDC had repurchased part of the lands (under Phases 2 to 9) for KRW107.0 billion (or about RM374.5 million) and the cash proceeds were used to fully settle the loan outstanding with the financiers, and to partially settle the construction cost of Phase 1 that was due and owing to the main contractor.

On completion of the land repurchased by JDC, BJR terminated the Land SPA in respect of the remaining land under Phase 1 of the Jeju Project. Currently, a total of six court hearings have been held. At the sixth court hearing, the presiding judge had agreed to BJR's application to conduct land price appraisal of Jeju Project. The JDC Lawsuit is still ongoing.

- B10 The Board does not recommend any dividend for the current quarter under review (previous year corresponding quarter ended 31 October 2015: Nil).

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B11 The basic and diluted earnings per share are calculated as follows:

	Group (3-month period)			
	31/10/2016	31/10/2015	31/10/2016	31/10/2015
	RM'000		sen	
Net profit for the quarter	176,505	122,258		
Impact on statement of profit or loss upon conversion of ICULS				
- BCorp ICULS 2	2,764	3,803		
- BCorp ICULS 4	228	-		
Adjusted net earnings for the quarter	<u>179,497</u>	<u>126,061</u>		
Weighted average number of ordinary shares in issue with voting rights ('000)	4,731,226	4,161,252		
Weighted average number of shares to be issued upon conversion of mandatorily convertible ICULS ('000)	<u>750,200</u>	<u>937,332</u>		
Number of shares used in the calculation of basic earnings per share ('000)	<u>5,481,426</u>	<u>5,098,584</u>		
Basic earnings per share			<u>3.27</u>	<u>2.47</u>
Adjusted net earnings for the quarter	179,497	126,061		
Dilution effect on conversion of Redtone International Berhad ICULS	(11)	-		
Dilution effect on exercise of Berjaya Media Berhad warrants	(14)	-		
Dilution effect on exercise of Berjaya Food Berhad warrants	(13)	(33)		
Dilution effect on exercise of Berjaya Food Berhad share options	-	(9)		
Dilution effect on exercise of BAuto share options	-	(276)		
Dilution effect on exercise of Berjaya Assets Berhad warrants	(179)	-		
	<u>179,280</u>	<u>125,743</u>		
Number of shares used in the calculation of diluted earnings per share ('000)	<u>5,481,426</u>	<u>5,098,584</u>		
Diluted earnings per share			<u>3.27</u>	<u>2.47</u>

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B11	Group (6-month period)			
	31/10/2016	31/10/2015	31/10/2016	31/10/2015
	RM'000		sen	
Net profit for the year-to-date	113,828	178,391		
Impact on statement of profit or loss upon conversion of ICULS				
- BCorp ICULS 2	5,664	7,330		
- BCorp ICULS 4	621	-		
Adjusted net earnings for the year-to-date	<u>120,113</u>	<u>185,721</u>		
Weighted average number of ordinary shares in issue with voting rights ('000)	4,635,775	4,155,272		
Weighted average number of shares to be issued upon conversion of mandatorily convertible ICULS ('000)	<u>790,509</u>	<u>900,884</u>		
Number of shares used in the calculation of basic earnings per share ('000)	<u>5,426,284</u>	<u>5,056,156</u>		
Basic earnings per share			<u>2.21</u>	<u>3.67</u>
Adjusted net earnings for the year-to-date	120,113	185,721		
Dilution effect on exercise of Redtone International Berhad ICULS	(16)	-		
Dilution effect on exercise of Berjaya Media Berhad warrants	(71)	(32)		
Dilution effect on exercise of Berjaya Food Berhad warrants	(26)	(65)		
Dilution effect on exercise of Berjaya Food Berhad share options	-	(17)		
Dilution effect on exercise of BAuto share options	-	(547)		
Dilution effect on exercise of Berjaya Assets Berhad warrants	(306)	-		
	<u>119,694</u>	<u>185,060</u>		
Number of shares used in the calculation of diluted earnings per share ('000)	<u>5,426,284</u>	<u>5,056,156</u>		
Diluted earnings per share			<u>2.21</u>	<u>3.66</u>



**BERJAYA CORPORATION BERHAD****(Company No: 554790 - X)**

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ADDITIONAL INFORMATION REQUIRED BY THE BURSA SECURITIES LR

B12 Realised and unrealised earnings of the Group is analysed as follows:

	As at 31/10/2016 RM'000	As at 30/04/2016 RM'000 (Audited)
Total retained earnings of the Company and its subsidiaries:		
- realised	1,199,145	1,222,837
- unrealised	<u>1,450,506</u>	<u>1,441,825</u>
	2,649,651	2,664,662
Share of results from associated companies	* 413,703	400,274
Share of results from joint ventures	* <u>(157,477)</u>	<u>(156,439)</u>
	2,905,877	2,908,497
Less: Consolidation adjustments	<u>(977,000)</u>	<u>(912,494)</u>
Total group retained earnings as per consolidated accounts	<u><u>1,928,877</u></u>	<u><u>1,996,003</u></u>

Note:

- \* It is not practical to segregate the share of results from associated companies and joint ventures to realised and unrealised earnings.

c.c. Securities Commission