

# FINANCIAL STATEMENTS

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# DIRECTORS' REPORT

## DIRECTORS' REPORT

The Directors present their report together with the audited financial statements of the Group and of the Company for the financial year ended 30 April 2016.

## PRINCIPAL ACTIVITIES

The principal activities of the Company are investment holding and the provision of management services to its subsidiary companies.

The principal activities of the subsidiary companies consist of:

- (i) Toto betting operation under Section 5 of the Pool Betting Act, 1967;
- (ii) property development and investment;
- (iii) development and operation of hotels and resorts, vacation time share, water theme park and operating of a casino;
- (iv) leasing of online lottery equipment and provision of software support;
- (v) manufacture and distribution of computerised lottery and voting systems;
- (vi) motor retailing, repair and maintenance and provision of aftersales services; and
- (vii) investment holding.

There have been no significant changes in the nature of the Group's activities during the financial year.

## RESULTS

	GROUP RM'000	COMPANY RM'000
(Loss)/Profit for the year	<u>(165,024)</u>	<u>193,972</u>
(Loss)/Profit attributable to:		
Owners of the Parent	(270,637)	193,972
Non-controlling interests	<u>105,613</u>	<u>-</u>
	<u>(165,024)</u>	<u>193,972</u>

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

In the opinion of the Directors, the results of the Group and of the Company during the financial year were not substantially affected by any item, transaction or event of a material and unusual nature other than as disclosed in Notes 31 and 32 to the financial statements.

## DIVIDENDS

No dividend has been paid or declared by the Company since the end of the previous financial year.

The Board does not recommend any final dividend for the current financial year ended 30 April 2016.

## DIRECTORS

The names of the Directors of the Company in office since the date of the last report and at the date of this report are:

Tan Sri Datuk Seri Razman Md Hashim bin Che Din Md Hashim	
Dato' Ng Sooi Lin	
Tan Thiam Chai	
Phan Yoke Seng	
Dato' Dickson Tan Yong Loong	
Datuk Robert Yong Kuen Loke	
Nerine Tan Sheik Ping	(Appointed on 11 January 2016)
Chryseis Tan Sheik Ling	(Appointed on 1 April 2016)
Pee Kang Seng @ Lim Kang Seng	(Appointed on 4 August 2016)
Datuk Kee Mustafa	(Appointed on 11 January 2016)
Datuk Maizan bin Shaari	(Retired on 19 October 2015)

## DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby the Directors might acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate.

Since the end of the previous financial year, no Director has received or become entitled to receive a benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the Directors or the fixed salary of a full-time employee of the Company as disclosed in Note 35 to the financial statements) by reason of a contract made by the Company or a related corporation with any Director or with a firm of which the Director is a member, or with a company in which the Director has a substantial financial interest, except as disclosed in Note 42 to the financial statements.

## DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of Directors in office at the end of the financial year in shares and debentures in the Company and its related corporations during the financial year were as follows:

## THE COMPANY

	No. of Ordinary Shares of RM0.50 each			
	At 1.5.2015/ At date of appointment	Bought	Sold	At 30.4.2016
<b>Berjaya Land Berhad</b>				
Dato' Ng Sooi Lin	224,000	-	-	224,000
Tan Thiam Chai	40,000	-	-	40,000
Nerine Tan Sheik Ping	2,000,000	-	-	2,000,000
Chryseis Tan Sheik Ling	5,000,000	-	-	5,000,000
Datuk Robert Yong Kuen Loke	360,808	-	-	360,808

## DIRECTORS' REPORT

### DIRECTORS' INTERESTS (CONT'D)

#### ULTIMATE HOLDING COMPANY

	No. of Ordinary Shares of RM1.00 each			
	At 1.5.2015/ At date of appointment	Bought/ Converted	Sold	At 30.4.2016
<b>Berjaya Corporation Berhad ("BCorp")</b>				
Dato' Ng Sooi Lin	100,000	32,700 #	-	132,700
Tan Thiam Chai	123,294	-	-	123,294
	104,164 ^	-	-	104,164 ^
Phan Yoke Seng	100	-	-	100
Chryseis Tan Sheik Ling	197,000	-	-	197,000
Datuk Robert Yong Kuen Loke	1,020,548	370 #	-	1,020,918

#### No. of 0% Irredeemable Convertible Unsecured Loan Stocks 2005/2015 of RM0.50 nominal value each ("0% ICULS")

	At 1.5.2015	Bought	Converted	At 30.4.2016
Dato' Ng Sooi Lin	65,400	-	65,400 #	-
Datuk Robert Yong Kuen Loke	741	-	741 #	-

#### No. of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022 of RM1.00 nominal value each

	No. of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022 of RM1.00 nominal value each			
	At 1.5.2015/ At date of appointment	Bought	Sold	At 30.4.2016
Dato' Ng Sooi Lin	16,666	-	-	16,666
Tan Thiam Chai	20,600	-	-	20,600
	17,400 ^	-	-	17,400 ^
Nerine Tan Sheik Ping	132,000	-	-	132,000
Chryseis Tan Sheik Ling	275,000	-	-	275,000
Datuk Robert Yong Kuen Loke	2,516,508	-	-	2,516,508

#### No. of Warrants 2012/2022

	At 1.5.2015	Bought	Sold	At 30.4.2016
Dato' Ng Sooi Lin	16,666	-	-	16,666
Tan Thiam Chai	20,600	-	-	20,600
	17,400 ^	-	-	17,400 ^
Datuk Robert Yong Kuen Loke	170,108	-	-	170,108

### RELATED COMPANIES

	No. of Ordinary Shares of RM0.10 each			
	At 1.5.2015	Bought	Sold	At 30.4.2016
<b>Berjaya Sports Toto Berhad ("BToto")</b>				
Tan Thiam Chai	171,063	1,221 *	-	172,284
	132,221 ^	944 *	-	133,165 ^
Phan Yoke Seng	10,459	74 *	-	10,533
Dato' Dickson Tan Yong Loong	13,200	94 *	-	13,294
Datuk Robert Yong Kuen Loke	122,790	877 *	-	123,667

**DIRECTORS' INTERESTS (CONT'D)**

<b>Berjaya Food Berhad ("BFood")</b>	<b>No. of Ordinary Shares of RM0.50 each</b>			
	<b>At 1.5.2015</b>	<b>Bought</b>	<b>Sold</b>	<b>At 30.4.2016</b>
Tan Thiam Chai	260,000	65,800 +	-	325,800
	<b>No. of Ordinary Shares of RM0.50 each under employees' share option scheme ("ESOS")</b>			
	<b>At 1.5.2015</b>	<b>Granted</b>	<b>Exercised</b>	<b>At 30.4.2016</b>
Tan Thiam Chai	65,800	-	65,800 +	-
	<b>No. of Warrants</b>			
	<b>At 1.5.2015</b>	<b>Bought</b>	<b>Sold</b>	<b>At 30.4.2016</b>
Tan Thiam Chai	120,000	-	-	120,000

Notes

- ^ Indirect interests pursuant to Section 134(12)(c) of the Companies Act, 1965.
- # BCorp 0% ICULS had been automatically converted into ordinary shares on the basis of two (2) BCorp 0% ICULS for one (1) BCorp share upon its maturity on 30 October 2015.
- \* Share dividend distribution by BToto on the basis of one (1) BToto treasury share for every one hundred and forty (140) existing BToto ordinary shares on 23 October 2015.
- + BFood 's ESOS had expired on 7 March 2016.

Other than as disclosed above, none of the other Directors in office at the end of the financial year had any interest in shares and debentures in the Company or its related corporations during the financial year.

**SHARE CAPITAL AND TREASURY SHARES**

During the financial year, the Company did not purchase or sold any treasury shares. The number of treasury shares brought forward and held in hand as at 30 April 2016 is as follows:

	<b>Average price per share (RM)</b>	<b>Number of shares '000</b>	<b>Amount RM'000</b>
Balance as at 30 April 2016/2015	<u>1.89</u>	<u>10,943</u>	<u>20,699</u>

As at 30 April 2016, the number of ordinary shares in issue and fully paid with voting rights was 4,989,394,000 ordinary shares of RM0.50 each (30 April 2015 : 4,989,394,000 ordinary shares).

**SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR**

Significant events during the financial year are disclosed in Note 48 to the financial statements.

## DIRECTORS' REPORT

### SIGNIFICANT EVENTS SUBSEQUENT TO THE FINANCIAL YEAR END

Significant events subsequent to the financial year end are disclosed in Note 49 to the financial statements.

### OTHER STATUTORY INFORMATION

- (a) Before the statements of financial position, statements of profit or loss and statements of comprehensive income of the Group and of the Company were made out, the Directors took reasonable steps:
  - (i) to ascertain that proper action had been taken in relation to the writing off of bad debts and the making of provision for doubtful debts and satisfied themselves that all known bad debts had been written off and that adequate provision had been made for doubtful debts; and
  - (ii) to ensure that any current assets which were unlikely to realise their values as shown in the accounting records in the ordinary course of business had been written down to an amount which they might be expected so to realise.
- (b) At the date of this report, the Directors are not aware of any circumstances which would render:
  - (i) the amount written off for bad debts or the amount of the provision for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; and
  - (ii) the values attributed to the current assets in the financial statements of the Group and of the Company misleading.
- (c) At the date of this report, the Directors are not aware of any circumstances which have arisen which would render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.
- (d) At the date of this report, the Directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.
- (e) At the date of this report, there does not exist:
  - (i) any charge on the assets of the Group or of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or
  - (ii) any contingent liability of the Group or of the Company which has arisen since the end of the financial year.
- (f) In the opinion of the Directors:
  - (i) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group or of the Company to meet their obligations as and when they fall due; and

### OTHER STATUTORY INFORMATION (CONT'D)

- (f) (ii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group or of the Company for the financial year in which this report is made.

### AUDITORS

The auditors, Ernst & Young, have expressed their willingness to continue in office.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 4 August 2016.

TAN SRI DATUK SERI RAZMAN MD HASHIM  
BIN CHE DIN MD HASHIM

DATO' NG SOOI LIN

# STATEMENT BY DIRECTORS

pursuant to Section 169(15) of the Companies Act, 1965

We, TAN SRI DATUK SERI RAZMAN MD HASHIM BIN CHE DIN MD HASHIM and DATO' NG SOOI LIN, being two of the Directors of BERJAYA LAND BERHAD, do hereby state that, in the opinion of the Directors, the accompanying financial statements set out on pages 12 to 158 are drawn up in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia so as to give a true and fair view of the financial position of the Group and of the Company as at 30 April 2016 and their financial performance and cash flows of the Group and of the Company for the year then ended.

The information set out in Note 52 on page 159 to the financial statements have been prepared in accordance with the 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.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 4 August 2016.

TAN SRI DATUK SERI RAZMAN MD HASHIM  
BIN CHE DIN MD HASHIM

DATO' NG SOOI LIN



# STATUTORY DECLARATION

pursuant to Section 169(16) of the Companies Act, 1965

I, TAN THIAM CHAI, being the Director primarily responsible for the financial management of BERJAYA LAND BERHAD, do solemnly and sincerely declare that the accompanying financial statements set out on pages 12 to 159 are in my opinion correct, and I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly declared by  
the abovenamed TAN THIAM CHAI at  
Kuala Lumpur in the Federal Territory  
on 4 August 2016.

TAN THIAM CHAI

Before me,

YM TENGKU FARIDDUDIN BIN TENGKU SULAIMAN (W533)  
Commissioner for Oaths  
Kuala Lumpur

# INDEPENDENT AUDITORS' REPORT

to the members of Berjaya Land Berhad  
(Incorporated in Malaysia)

## Report on the financial statements

We have audited the financial statements of Berjaya Land Berhad, which comprise the statements of financial position as at 30 April 2016 of the Group and of the Company, and the statements of profit or loss, statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 12 to 158.

### *Directors' responsibility for the financial statements*

The directors of the Company are responsible for the preparation of financial statements so as to give a true and fair view in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

## INDEPENDENT AUDITORS' REPORT

to the members of Berjaya Land Berhad  
(Incorporated in Malaysia)

### *Opinion*

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 April 2016 and of their financial performance and cash flows for the year then ended in accordance with Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

### **Report on other legal and regulatory requirements**

In accordance with the requirements of the Companies Act, 1965 in Malaysia, we also report the following:

- (a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.
- (b) We have considered the financial statements and the auditors' reports of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 51 to the financial statements, being financial statements that have been included in the consolidated financial statements.
- (c) We are satisfied that the financial statements of the subsidiaries that have been consolidated with the financial statements of the Company are in form and content appropriate and proper for the purposes of the preparation of the consolidated financial statements and we have received satisfactory information and explanations required by us for those purposes.
- (d) The auditors' reports on the financial statements of the subsidiaries were not subject to any qualification material to the consolidated financial statements and did not include any comment required to be made under Section 174(3) of the Act.

### **Other reporting responsibilities**

The supplementary information set out in Note 52 on page 159 is disclosed to meet the requirements of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information 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 ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

## **INDEPENDENT AUDITORS' REPORT**

to the members of Berjaya Land Berhad  
(Incorporated in Malaysia)

### **Other matters**

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act, 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

ERNST & YOUNG  
AF: 0039  
Chartered Accountants

Kuala Lumpur, Malaysia  
4 August 2016

LOW KHUNG LEONG  
2697/01/17(J)  
Chartered Accountant

# STATEMENTS OF FINANCIAL POSITION

as at 30 April 2016

		GROUP		COMPANY	
	Note	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
NON-CURRENT ASSETS					
Property, plant and equipment	3	1,732,398	2,586,999	2,558	2,991
Investment properties	4	621,903	607,758	-	-
Land held for development	5	1,499,753	849,888	-	-
Prepaid land lease premium	6	-	1,018	-	-
Subsidiary companies	7	-	-	2,654,439	2,656,942
Associated companies	8	484,462	378,015	40,591	40,591
Joint ventures	9	45,310	44,812	-	-
Investments	10	93,618	165,350	7,408	8,859
Intangible assets	11	4,700,949	5,093,609	-	-
Receivables	14	612,198	564,539	1,252,370	1,107,171
Deferred tax assets	25	45,348	22,955	-	-
		9,835,939	10,314,943	3,957,366	3,816,554
CURRENT ASSETS					
Property development costs	12	245,383	1,351,288	-	-
Inventories	13	585,356	479,542	-	-
Receivables	14	1,097,204	871,823	1,508,214	1,243,660
Tax recoverable		12,348	10,364	1,845	5,446
Short term investments	15	9,302	3,087	-	-
Deposits	16	529,328	477,064	26,082	43,308
Cash and bank balances	17	1,124,390	605,010	7,509	8,409
		3,603,311	3,798,178	1,543,650	1,300,823
Assets classified as held for sale	18	979,782	58,009	-	-
		4,583,093	3,856,187	1,543,650	1,300,823
TOTAL ASSETS		14,419,032	14,171,130	5,501,016	5,117,377

## STATEMENTS OF FINANCIAL POSITION

as at 30 April 2016

		GROUP		COMPANY	
	Note	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
EQUITY					
Share capital	19	2,500,168	2,500,168	2,500,168	2,500,168
Reserves	20	2,286,337	2,445,151	786,831	592,859
Equity funds		4,786,505	4,945,319	3,286,999	3,093,027
Treasury shares	21	(20,699)	(20,699)	(20,699)	(20,699)
Net equity funds		4,765,806	4,924,620	3,266,300	3,072,328
Non-controlling interests		3,252,188	3,292,065	-	-
Total Equity		8,017,994	8,216,685	3,266,300	3,072,328
NON-CURRENT LIABILITIES					
Long term borrowings	22	2,859,025	3,238,987	1,022,970	1,134,674
Long term liabilities	23	129,100	156,002	-	-
Retirement benefit obligations	24	9,675	9,511	-	-
Deferred tax liabilities	25	150,869	117,054	-	-
		3,148,669	3,521,554	1,022,970	1,134,674
CURRENT LIABILITIES					
Payables	26	2,299,005	1,384,318	995,609	695,300
Short term borrowings	27	933,385	1,034,232	216,137	215,075
Retirement benefit obligations	24	15	12	-	-
Provisions	28	1,418	1,095	-	-
Tax payable		18,546	13,234	-	-
		3,252,369	2,432,891	1,211,746	910,375
Total Liabilities		6,401,038	5,954,445	2,234,716	2,045,049
TOTAL EQUITY AND LIABILITIES		14,419,032	14,171,130	5,501,016	5,117,377

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# STATEMENTS OF PROFIT OR LOSS

for the year ended 30 April 2016

	Note	GROUP		COMPANY	
		2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b>Revenue</b>	29	6,283,997	5,910,163	140,757	179,170
Cost of sales		(4,653,954)	(4,312,148)	-	-
<b>Gross profit</b>		1,630,043	1,598,015	140,757	179,170
Other income	30	146,504	85,594	40,880	41
Administrative expenses		(895,272)	(822,331)	(51,947)	(44,629)
Selling and marketing expenses		(329,315)	(303,138)	-	-
		551,960	558,140	129,690	134,582
Investment related income	31	265,285	128,076	294,501	56,754
Investment related expenses	32	(569,601)	(459,039)	(125,357)	(65,996)
Finance costs	33	(204,437)	(189,719)	(102,751)	(97,302)
Share of results of associated companies		(16,673)	10,011	-	-
Share of results of joint ventures		(17,573)	(22,193)	-	-
<b>Profit before tax</b>	34	8,961	25,276	196,083	28,038
Taxation	37	(173,985)	(187,104)	(2,111)	968
<b>(Loss)/Profit for the year</b>		(165,024)	(161,828)	193,972	29,006
<b>Attributable to:</b>					
Owners of the Parent		(270,637)	(382,960)	193,972	29,006
Non-controlling interests		105,613	221,132	-	-
		(165,024)	(161,828)	193,972	29,006
<b>Loss per share attributable to owners of the Parent (sen)</b>	38				
Basic		(5.42)	(7.68)		

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# STATEMENTS OF COMPREHENSIVE INCOME

for the year ended 30 April 2016

	GROUP		COMPANY	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b>(Loss)/Profit for the year</b>	(165,024)	(161,828)	193,972	29,006
Other comprehensive income:				
<u>Items that may be reclassified</u> <u>subsequently to profit or loss</u>				
Net change on available-for-sale ("AFS") reserves:				
- Loss on fair value changes	(16,998)	(685)	-	-
- Transfer to profit or loss upon disposal	1,191	(18,794)	-	-
Share of associated companies' changes in fair values of AFS investments	(439)	(1,684)	-	-
Impairment of gaming rights	(9,848)	(133,228)	-	-
Change in fair value reserve upon recognition of deferred tax liability on gaming rights with finite life	(15,429)	-	-	-
Currency translation differences				
- Movement during the year	126,762	139,244	-	-
- Transfer to profit or loss upon disposal	37,690	-	-	-
Tax effect relating to components of other comprehensive income	-	-	-	-
<u>Items that will not be reclassified</u> <u>subsequently to profit or loss</u>				
Actuarial loss recognised in defined benefit pension scheme	658	(543)	-	-
Tax effect relating to components of other comprehensive income	(132)	149	-	-
<b>Total comprehensive income for the year</b>	<b>(41,569)</b>	<b>(177,369)</b>	<b>193,972</b>	<b>29,006</b>
<b>Attributable to:</b>				
Owners of the Parent	(171,845)	(374,047)	193,972	29,006
Non-controlling interests	130,276	196,678	-	-
	<b>(41,569)</b>	<b>(177,369)</b>	<b>193,972</b>	<b>29,006</b>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.



# CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 30 April 2016

	<-----> Attributable to owners of the Parent ----->									
	<-----> Non-distributable ----->					Distributable				
	Share capital RM'000	Foreign currency translation reserve RM'000	Available- for-sale reserve RM'000	Fair value reserve RM'000	Consolidation reserve RM'000	Capital reserve RM'000	Retained earnings RM'000	Treasury shares RM'000	Net equity funds RM'000	
GROUP										
At 1 May 2015	2,500,168	(3,354)	13,114	1,935,385	21,220	10,804	467,982	(20,699)	4,924,620	
Total comprehensive income	-	125,879	(8,223)	(19,001)	-	-	(270,500)	-	(171,845)	
Share of an associated company's effect arising on acquisition of additional interest in its subsidiary company	-	-	-	-	-	-	19,168	-	19,168	
Effects of amortisation and recognition of deferred tax and realignment adjustments on gaming rights	-	-	-	(16,224)	-	-	10,087	-	(6,137)	
Transactions with owners:										
Non-controlling interests arising from accretion of equity interest in a subsidiary company	-	-	-	-	-	-	-	-	-	
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	
	-	-	-	-	-	-	-	-	-	
At 30 April 2016	2,500,168	122,525	4,891	1,900,160	21,220	10,804	226,737	(20,699)	4,765,806	

## CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 30 April 2016

	Attributable to owners of the Parent										
	Non-distributable					Distributable					
	Share capital RM'000	Foreign currency translation reserve RM'000	Available- for-sale reserve RM'000	Fair value reserve RM'000	Consolidation reserve RM'000	Capital reserve RM'000	Retained earnings RM'000	Treasury shares RM'000	Net equity funds RM'000	Non- controlling interests RM'000	Total equity RM'000
GROUP											
At 1 May 2014	2,500,168	(79,273)	31,873	1,983,501	17,782	10,804	941,692	(45,466)	5,361,081	3,261,232	8,622,313
Total comprehensive income	-	75,919	(18,759)	(48,116)	-	-	(383,091)	-	(374,047)	196,678	(177,369)
Share of an associated company's loss on partial disposal of its subsidiary company	-	-	-	-	-	-	(658)	-	(658)	-	(658)
Transactions with owners:											
Non-controlling interests arising from:											
- additional subscription of shares in a subsidiary company	-	-	-	-	-	-	-	-	-	40,947	40,947
- partial disposal of equity interest in a subsidiary company	-	-	-	-	3,438	-	-	-	3,438	27,090	30,528
- acquisition of additional equity interests in subsidiary companies	-	-	-	-	-	-	(26,360)	-	(26,360)	(33,162)	(59,522)
- accretion of equity interest in a subsidiary company	-	-	-	-	-	-	-	-	-	(12,851)	(12,851)
Sale of treasury shares	-	-	-	-	-	-	(13,707)	24,767	11,060	-	11,060
Dividends *	-	-	-	-	-	-	(49,894)	-	(49,894)	-	(49,894)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	-	-	(187,869)	(187,869)
	-	-	-	-	3,438	-	(89,961)	24,767	(61,756)	(165,845)	(227,601)
At 30 April 2015	2,500,168	(3,354)	13,114	1,935,385	21,220	10,804	467,982	(20,699)	4,924,620	3,292,065	8,216,685

\* In respect of financial year ended 30 April 2014

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# STATEMENT OF CHANGES IN EQUITY

for the year ended 30 April 2016

COMPANY	Share capital RM'000	Distributable Retained earnings RM'000	Treasury shares RM'000	Total equity RM'000
At 1 May 2015	2,500,168	592,859	(20,699)	3,072,328
Total comprehensive income	-	193,972	-	193,972
<b>At 30 April 2016</b>	<b>2,500,168</b>	<b>786,831</b>	<b>(20,699)</b>	<b>3,266,300</b>
At 1 May 2014	2,500,168	627,454	(45,466)	3,082,156
Total comprehensive income	-	29,006	-	29,006
Transactions with owners:				
Sale of treasury shares	-	(13,707)	24,767	11,060
Dividends *	-	(49,894)	-	(49,894)
<b>At 30 April 2015</b>	<b>2,500,168</b>	<b>592,859</b>	<b>(20,699)</b>	<b>3,072,328</b>

\* In respect of financial year ended 30 April 2014

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 April 2016

		GROUP	
	Note	2016 RM'000	2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Receipts from customers/operating revenue		6,724,678	6,243,376
Receipt of part of the sales consideration from the disposal of development project		680,899	-
Payment to prize winners, suppliers and other operating expenses		(5,240,481)	(4,932,429)
Payment for pool betting duties, gaming tax, goods and services tax and other government contributions		(646,015)	(536,931)
Payment of development expenditure		(429,707)	(348,306)
Payment of taxes		(199,421)	(221,014)
Refund of taxes		13,171	1,845
Other receipts		11,853	22,872
Net cash generated from operating activities		914,977	229,413
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Sale of property, plant and equipment and other non-current assets		404,554	102,042
Sale of investments		44,592	89,047
Partial disposal of equity interest in a subsidiary company		-	30,528
Sale of short term investments		1,395	3,254
Acquisition of property, plant and equipment	(a)	(151,816)	(294,094)
Acquisition of properties and other non-current assets		(28,726)	(534)
Acquisition of business operations (Note 11(a))		-	(68,488)
Acquisition of treasury shares by subsidiary companies		(18,253)	(12,852)
Acquisition of treasury shares from non-controlling interests by a foreign subsidiary company		-	(17,362)
Sale of treasury shares		-	11,060
Acquisition of equity interest in a subsidiary company	(b)	(13,714)	-
Net cash outflow from deemed disposal of a subsidiary company	(c)	(26,829)	-
Acquisition of additional equity interest in subsidiary companies		-	(40,294)
Acquisition of equity interest in associated companies		(20,281)	(1,029)
Subscription of shares in a joint venture		(765)	-
Acquisition of investments		(9,181)	(17,468)
Expenditure incurred on liquidated associated company		-	(6,532)
Acquisition of computer software classified as intangible assets		(674)	(977)
Interest received		24,644	25,505
Dividends received		2,753	5,278
Net repayment of advances from a former subsidiary company		63,618	-
Net advances/repayment from related companies		86,099	3,124
Net repayment from/(advances to) joint ventures		10,962	(7,979)
Deposit placements with investment brokers		(53,154)	-
Other receipts arising from investments		6,302	5,753
Net cash generated from/(used in) investing activities		321,526	(192,018)

# CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 April 2016

		GROUP	
	Note	2016 RM'000	2015 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Issuance of share capital to non-controlling interests		-	37,928
Issuance of medium term notes		305,000	945,000
Drawdown of bank borrowings and other loans		757,865	1,097,738
Repayment of advances to a shareholder		-	(47,000)
Repayment of bank borrowings and other loans		(1,178,392)	(1,304,367)
Redemption of medium term notes		(200,000)	(180,000)
Interest paid		(195,056)	(193,372)
Payment of hire purchase/lease liabilities		(7,687)	(75,048)
Dividends paid to shareholders of the Company		-	(49,903)
Dividends paid to non-controlling interests		(131,011)	(188,504)
Placements in banks as security pledged for borrowings		(542,200)	(136,481)
Net cash used in financing activities		(1,191,481)	(94,009)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>			
		45,022	(56,614)
<b>EFFECTS OF EXCHANGE RATE CHANGES</b>			
		(1,897)	28,463
<b>OPENING CASH AND CASH EQUIVALENTS</b>			
		795,008	823,159
<b>CLOSING CASH AND CASH EQUIVALENTS</b>			
	(d)	838,133	795,008

(a) The additions in property, plant and equipment were acquired by way of:

	GROUP	
	2016 RM'000	2015 RM'000
Cash	151,816	294,094
Hire purchase and leasing	2,767	1,579
Assets acquired under business operations (Note 11(a))	-	54,645
	154,583	350,318

(b) Analysis of the effects of the acquisition of equity interest in a subsidiary company on cash flows was as follows:

	GROUP
	2016 RM'000
Property, plant and equipment	1,752
Net other assets acquired	5,785
Goodwill on consolidation (Note 11)	5,573
Intangible assets on consolidation (Note 11)	3,831
Net assets acquired	16,941
Excluding: Cash and cash equivalents of a subsidiary company acquired	(3,227)
Cash flows on acquisition	13,714

## CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 April 2016

- (c) Analysis of the effects of the deemed disposal of a subsidiary company which is now retained as an associated company on cash flows in the current financial year was as follows:

	<b>GROUP</b>
	<b>2016</b>
	<b>RM'000</b>
Property, plant and equipment	405,533
Net other liabilities disposed	(495,139)
Add: Gain on remeasurement (Note (i))	141,116
Less: Reclassification to associated company at fair value	(96,313)
	(44,803)
Excluding: Cash and cash equivalents of a subsidiary company deemed disposed	(26,829)
Add: Gain on deemed disposal (Note (ii))	44,803
Net cash outflow from deemed disposal of a subsidiary company	(26,829)
	141,116
(i) Gain on remeasurement	141,116
Foreign currency translation reserve transferred to profit or loss upon deemed disposal	(18,845)
Net gain on remeasurement recognised in profit or loss (Note 31)	122,271
	44,803
(ii) Gain on deemed disposal	44,803
Foreign currency translation reserve transferred to profit or loss upon deemed disposal	(18,845)
Net gain on deemed disposal recognised in profit or loss (Note 31)	25,958

- (d) The closing cash and cash equivalents comprise the following:

	<b>GROUP</b>	
	<b>2016</b>	<b>2015</b>
	<b>RM'000</b>	<b>RM'000</b>
Deposits (Note 16)	529,328	477,064
Cash and bank balances	1,124,390	605,010
Bank overdrafts (Note 27)	(9,586)	(23,267)
	1,644,132	1,058,807
Less: Cash and cash equivalents restricted in usage		
- Deposits (Note 16)	(42,838)	(74,875)
- Cash and bank balances (Note 17)	(763,161)	(188,924)
	838,133	795,008

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.

# STATEMENT OF CASH FLOWS

for the year ended 30 April 2016

		COMPANY	
		2016 RM'000	2015 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Dividends received		159,252	87,512
Payment for operating expenses		(38,468)	(33,725)
Payment for taxes		(510)	(3,878)
Refund of taxes		2,000	-
Other receipts		817	806
Net cash generated from operating activities		123,091	50,715
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Sale of property, plant and equipment		59	41
Sale of investments		-	643
Sale of treasury shares		-	11,060
Net repayment of advances from a former subsidiary company		63,618	-
Acquisition of property, plant and equipment	(a)	(499)	(281)
Subscription of additional shares in a subsidiary company		-	(34)
Expenditure incurred on liquidated associated company		-	(6,532)
Interest received		1,442	414
Inter-company receipts		400,533	394,332
Inter-company advances		(411,458)	(441,416)
Other payments arising from investments		(368)	(636)
Net cash generated from/(used in) investing activities		53,327	(42,409)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Issuance of medium term notes		-	650,000
Drawdown of bank borrowings and term loans		83,000	200,000
Repayment of advances from a shareholder		-	(47,000)
Interest paid		(69,354)	(68,278)
Payment of hire purchase liabilities		(652)	(652)
Repayment of bank borrowings and other loans		(192,684)	(649,784)
Dividends paid to shareholders of the Company		-	(49,903)
Withdrawals from/(Placements in) banks as security pledged for borrowings		11,605	(41,880)
Net cash used in financing activities		(168,085)	(7,497)
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>		8,333	809
<b>OPENING CASH AND CASH EQUIVALENTS</b>		(5,017)	(5,826)
<b>CLOSING CASH AND CASH EQUIVALENTS</b>	(b)	3,316	(5,017)

## STATEMENT OF CASH FLOWS

for the year ended 30 April 2016

(a) The additions in property, plant and equipment were acquired by way of:

	<b>COMPANY</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Cash	499	281
Hire purchase	585	584
	<u>1,084</u>	<u>865</u>

(b) The closing cash and cash equivalents comprise the following:

	<b>COMPANY</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Deposits (Note 16)	26,082	43,308
Cash and bank balances	7,509	8,409
Bank overdrafts (Note 27)	-	(14,854)
	<u>33,591</u>	<u>36,863</u>
Less: Cash and cash equivalents restricted in usage		
- Deposits (Note 16)	(26,082)	(36,307)
- Cash and bank balances (Note 17)	(4,193)	(5,573)
	<u>3,316</u>	<u>(5,017)</u>

The accompanying accounting policies and explanatory notes form an integral part of the financial statements.



# NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

## 1 CORPORATE INFORMATION

The principal activities of the Company are investment holding and the provision of management services to its subsidiary companies. The principal activities of the subsidiary companies consist of:

- (i) Toto betting operation under Section 5 of the Pool Betting Act, 1967;
- (ii) property development and investment;
- (iii) development and operation of hotels and resorts, vacation time share, water theme park and operating of a casino;
- (iv) leasing of online lottery equipment and provision of software support;
- (v) manufacture and distribution of computerised lottery and voting systems;
- (vi) motor retailing, repair and maintenance and provision of aftersales services; and
- (vii) investment holding.

There have been no significant changes in the nature of the Group's activities during the financial year.

The Company is a public limited liability company, incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad ("Bursa Securities"). The registered office of the Company is located at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur. The principal place of business of the Company is located at Level 12, Berjaya Times Square, No.1 Jalan Imbi, 55100 Kuala Lumpur.

The ultimate holding company is Berjaya Corporation Berhad ("BCorp") which is incorporated in Malaysia and listed on the Main Market of Bursa Securities.

Related companies in these financial statements refer to member companies of the BCorp group of companies other than subsidiary companies of the Company.

The financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 4 August 2016.

## 2 SIGNIFICANT ACCOUNTING POLICIES

### 2.1 BASIS OF PREPARATION

The financial statements of the Group and of the Company have been prepared on a historical cost basis unless otherwise indicated in the accounting policies below and comply with Financial Reporting Standards ("FRSs") and the requirements of the Companies Act, 1965 in Malaysia.

The financial statements are presented in Ringgit Malaysia ("RM") and all values are rounded to the nearest thousand ("RM'000") except where otherwise indicated.

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### (1) Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Group and all its subsidiary companies, which are prepared up to the end of the same financial year.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (1) Basis of Consolidation (Cont'd)

Subsidiary companies are those investees controlled by the Group. The Group controls an investee if and only if the Group has all the following:

- i) power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee);
- ii) exposure, or rights, to variable returns from its investment with the investee; and
- iii) the ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting rights of an investee, the Group considers the following in assessing whether or not the Group's voting rights in an investee are sufficient to give it power over the investee:

- i) the size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- ii) potential voting rights held by the Group, other vote holders or other parties;
- iii) rights arising from other contractual arrangements; and
- iv) any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

Subsidiary companies are consolidated using the acquisition method of accounting. Under the acquisition method of accounting, subsidiary companies are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until that date such control ceases.

The cost of acquisition of a subsidiary company depends on whether it is a business combination, in accordance to the specifications in FRS 3, or not. If it is not a business combination, the cost of acquisition consists of the consideration transferred ("CT"). The CT is the sum of fair values of the assets transferred by the Group, the liabilities incurred by the Group to the former owners of the acquiree and the equity instruments issued by the Group in exchange for control of the acquiree on the date of acquisition, and any contingent consideration. For an acquisition that is not a business combination, the acquisition-related costs can be capitalised as part of the cost of acquisition. If it is a business combination, the cost of acquisition (or specifically, the cost of business combination) consists of CT, and the amount of any non-controlling interests in the acquiree and the fair value of the Group's previously held equity interest in the acquiree. For an acquisition that is a business combination, the acquisition-related costs are recognised in profit or loss as incurred.

If the business combination is achieved in stages, any previously held equity interests in the acquiree are re-measured to fair value at the acquisition date with any corresponding gain or loss recognised in profit or loss.

Any excess of the cost of business combination, as the case may be, over the net amount of the fair value of identifiable assets acquired and liabilities assumed is recognised as goodwill. For business combinations, provisions are made for the acquiree's contingent liabilities existing at the date of acquisition as the Group deems that it is probable that an outflow of resources embodying economic benefits will be required to settle the obligations.

Any excess in the Group's interest in the net fair value of the identifiable assets acquired and liabilities assumed over the cost of business combination is recognised immediately in profit or loss.

**2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(1) Basis of Consolidation (Cont'd)**

The contingent consideration to be transferred by the acquirer will be recognised at fair value at the date of acquisition. Changes in the fair value of the contingent consideration that qualify as measurement period adjustments are adjusted retrospectively, with corresponding adjustments against goodwill. Measurement period adjustments are adjustments that arise from additional information obtained during the 'measurement period' (which cannot exceed one year from the date of acquisition) about the facts and circumstances that existed at the date of acquisition. The subsequent accounting for changes in the fair value of the contingent consideration that do not qualify as measurement period adjustments depends on how the contingent consideration is classified. Contingent consideration that is classified as equity is not re-measured at subsequent reporting dates and its subsequent settlement is accounted for within equity. Contingent consideration that is classified as an asset or a liability is re-measured at subsequent reporting dates in accordance with FRS 139 or FRS 137 as appropriate with the corresponding gain or loss being recognised in profit or loss.

Uniform accounting policies are adopted in the consolidated financial statements for similar transactions and other events in similar circumstances. In the preparation of the consolidated financial statements, the financial statements of all subsidiary companies are adjusted for the material effects of dissimilar accounting policies. Intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation, except for unrealised losses which are not eliminated when there are indications of impairment.

Profit or loss and each component of other comprehensive income are attributed to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

Non-controlling interests represent the equity in subsidiary companies not attributable, direct or indirectly, to the Group which consist of the amount of those non-controlling interests at the date of original combination, and the non-controlling interests' share of changes in the equity since the date of the combination.

Non-controlling interests are presented separately in the consolidated statement of financial position within equity, separately from the equity of the owners of the parent.

Equity instruments and equity components of hybrid financial instruments issued by subsidiary companies but held by the Group will be eliminated on consolidation. Any difference between the cost of investment and the value of the equity instruments or the equity components of hybrid financial instruments will be recognised immediately in equity upon elimination.

When there is share buyback by a subsidiary company, the accretion of the Group's interest is recognised as a deemed acquisition of additional equity interest in the subsidiary company. Any differences between the consideration of the share buyback over the Group's revised interest in the net fair value of the identifiable assets acquired and liabilities assumed is recognised directly in equity attributable to owners of the parent.

Changes in the Group's ownership interest in a subsidiary company that do not result in the Group losing control over the subsidiary company are accounted for as equity transactions. The carrying amounts of the Group's interest and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiary companies. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of consideration paid or received is recognised directly in equity and attributed to the owners of the parent.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (1) Basis of Consolidation (Cont'd)

When the Group loses control of a subsidiary company, a gain or loss calculated as the difference between:

- i) the aggregate of the fair value of the consideration received and the fair value of any retained interest; and
- ii) the previous carrying amount of the assets (including goodwill), and liabilities of the subsidiary company and any non-controlling interest;

is recognised in profit or loss. The subsidiary company's cumulative gain or loss which has been recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss or where applicable, transferred directly to retained earnings. Any investment retained is recognised at fair value.

In the Company's separate financial statements, investments in subsidiary companies are stated at cost less impairment losses.

##### (2) Associated Companies and Joint Ventures

Associated companies are entities in which the Group has significant influence. Significant influence is the power through board representations to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint arrangement. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require the unanimous consent of the parties sharing control.

Investments in associated companies and joint ventures are accounted for in the consolidated financial statements using the equity method of accounting based on the latest audited and supplemented by management financial statements of the associated companies and the joint ventures made up to the Group's financial year-end, unless it is impracticable to do so. Uniform accounting policies are adopted for like transactions and events in similar circumstances.

On acquisition of an investment in associated company or joint venture, any excess of the cost of investment over the Group's share of the net fair value of the identifiable assets acquired and liabilities assumed of the investee is recognised as goodwill and included in the carrying amount of the investment and is not amortised.

Any excess of the Group's share of net fair value of the associated company's or the joint venture's identifiable assets acquired and liabilities assumed over the cost of investment is included as income in the determination of the Group's share of associated company's or joint venture's profit or loss in the period in which the investment is acquired.

Under the equity method, the investment in an associated company or a joint venture is recognised at cost on initial recognition, and the carrying amount is increased or decreased to recognise the Group's share of profit or loss and other comprehensive income of the associated company or the joint venture after the date of acquisition, less impairment losses.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (2) Associated Companies and Joint Ventures (Cont'd)

The Group's share of comprehensive income of associated companies or joint ventures acquired or disposed of during the financial year, is included in the consolidated profit or loss from the date that significant influence effectively commences or until the date that significant influence effectively ceases, as appropriate.

Unrealised gains and losses on transactions between the Group and the associated companies or the joint ventures are eliminated to the extent of the Group's interest in the associated companies or the joint ventures.

When the Group's share of losses equals or exceeds its interest in an equity accounted associated company or joint venture, including any long term interest, that, in substance, form part of the Group's net investment in the associated company or the joint venture, the carrying amount of that interest is reduced to nil and the recognition of further losses is discontinued except to the extent that the Group has legal and constructive obligations or has made payment on behalf of the associated company or the joint venture.

In the Company's separate financial statements, investments in associated companies and joint ventures are stated at cost less impairment losses.

#### (3) Property, Plant and Equipment and Depreciation

All items of property, plant and equipment are initially recorded at cost. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of the replaced is derecognised. All other repairs and maintenance costs are charged to profit or loss during the period in which they are incurred.

Subsequent to initial recognition, property, plant and equipment except for freehold land are stated at cost less accumulated depreciation and any accumulated impairment losses.

Freehold land has an unlimited useful life and therefore is not depreciated but reviewed at each reporting date to determine whether there is an indication of impairment. Capital work-in-progress are also not depreciated as these assets are not available for use. Depreciation of other property, plant and equipment is provided for on a straight-line basis to write off the cost of each asset to its residual value over the estimated useful life, at the following annual rates:

Leasehold land	Ranging from 50 to 99 years
Buildings	1.25% - 2.78%
Plant and equipment	10% - 33%
Computer equipment	10% - 50%
Renovation	10% - 33%
Furniture and fittings	5% - 20%
Office equipment	10% - 67%
Motor vehicles	20% - 33%
Aircraft	Ranging from 5 to 20 years or based on flying hours
Golf course development expenditure	1% - 1.75%
Others	10% - 25%

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (3) Property, Plant and Equipment and Depreciation (Cont'd)

Others comprise mainly linen, silverware, cutleries, kitchen utensils, gymnasium equipment, recreational livestock and apparatus.

The residual value, useful life and depreciation method are reviewed at each financial year end to ensure that the amount, method and period of depreciation are consistent with previous estimates and the expected pattern of consumption of the future economic benefits embodied in the items of property, plant and equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on the derecognition of the asset is included as profit or loss in the year the asset is derecognised.

##### (4) Investment Properties

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Such properties are measured initially at cost, including transaction costs. Subsequent to initial recognition, investment properties are stated at fair value. Fair value is arrived at by reference to market evidence of transaction prices for similar properties and is performed by independent professional valuers.

Gains or losses arising from changes in the fair values of investment properties are recognised in profit or loss in the year in which they arise.

A property interest under an operating lease is classified and accounted for as an investment property on a property-by-property basis when the Group holds it to earn rentals or for capital appreciation or both. Any such property interest under an operating lease classified as an investment property is carried at fair value.

Investment properties are derecognised when either they have been disposed of or when the investment property is permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gains or losses on the retirement or disposal of an investment property are recognised in profit or loss in the year in which they arise.

When an item of property, plant and equipment is transferred to investment property following a change in its use, any difference arising at the date of transfer between the carrying amount of the item immediately prior to transfer and its fair value is recognised directly in other comprehensive income. However, if a fair value gain reverses a previous impairment loss, the gain is recognised in profit or loss. Upon disposal of the investment property, any surplus previously recorded in other comprehensive income is transferred to retained earnings.

When an item of property inventory or property development is transferred to investment properties following a change in its use, any difference arising at the date of transfer between the carrying amount of the item immediately prior to transfer and its fair value is recognised directly to profit or loss.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (5) Land Held for Development and Property Development Costs

##### (i) Land Held for Development

Land held for development consists of land where no development activities have been carried out or where development activities are not expected to be completed within the normal operating cycle. Such land is classified within non-current assets and is stated at cost less any accumulated impairment losses.

Land held for property development is classified as property development costs at the point when development activities have commenced and where it can be demonstrated that the development activities can be completed within the normal operating cycle.

##### (ii) Property Development Costs

Property development costs comprise all costs that are directly attributable to development activities or that can be allocated on a reasonable basis to such activities.

When the financial outcome of a development activity can be reliably estimated, property development revenue and expenses are recognised in profit or loss by using the stage of completion method. The stage of completion is determined by the proportion that property development costs incurred for work performed to date bear to the estimated total property development costs.

When the financial outcome of a development activity cannot be reliably estimated, property development revenue is recognised to the extent of property development costs incurred that is probable of being recovered, and property development costs on properties sold are recognised as an expense in the period in which they are incurred.

Any expected loss on a development project, including costs to be incurred over the defects liability period, is recognised as an expense immediately.

Property development costs that are not recognised as expenses are recognised as assets, which are measured at the lower of cost and net realisable value.

The excess of revenue recognised in profit or loss over billings to purchasers is classified as accrued billings within receivables and the excess of billings to purchasers over revenue recognised in profit or loss is classified as progress billings within payables.

#### (6) Intangible Assets

##### (i) Goodwill

Goodwill acquired in a business combination is initially measured at cost being the excess of the cost of business combination over the Group's interest in the net fair value of the identifiable assets acquired and liabilities assumed. Following the initial recognition, goodwill is measured at cost less any accumulated impairment losses. Goodwill is not amortised but instead, is reviewed for impairment, annually or more frequently if events or changes in circumstances indicate that the carrying value may be impaired. Gains and losses on the disposal of an entity include the carrying amount of goodwill relating to the entity sold.



## NOTES TO THE FINANCIAL STATEMENTS

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### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (6) Intangible Assets (Cont'd)

###### (ii) Gaming Rights

The costs of gaming rights ("Gaming Rights") acquired in a business combination are their fair values at the date of acquisition. Following the initial recognition, the Gaming Rights are carried at cost less any accumulated impairment losses. The Gaming Rights comprise:

- a licence for Toto betting operations in Malaysia under Section 5 of the Pool Betting Act, 1967 ("Licence") which is renewable annually;
- an equipment lease agreement, maintenance and repair services agreements of online lottery equipment with Philippine Charity Sweepstakes Office, Luzon Island, Philippines ("ELA") expiring in August 2018; and
- trademarks, trade dress, gaming design and processes and agency network.

The Licence has been renewed annually since 1985 while the ELA has been entered into and renewed/extended since 1995.

The Gaming Rights - Licence with indefinite useful life is not amortised but tested for impairment, annually or more frequently, when indications of impairment are identified. The useful life of Gaming Rights - Licence is reviewed annually to determine whether the indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on a prospective basis. The Gaming Rights - ELA has a finite useful life and is amortised on a straight-line basis over its useful life and tested for impairment when indications of impairment are identified.

###### (iii) Dealership Rights

The cost of dealership rights ("Dealerships") acquired in a business combination is at their fair value at the date of acquisition. Following the initial recognition, the Dealerships are carried at cost less any accumulated impairment losses. The Dealerships are assessed and recognised based on the dealership agreements signed with the selected luxury brand car manufacturers that satisfied the criteria to be separately identified as intangible assets and highly likely to contribute significant future economic benefits. The Dealerships, which are considered to have indefinite useful lives, are not amortised but tested for impairment, annually or more frequently, when indications of impairment are identified. The useful lives of Dealerships are reviewed annually to determine whether indefinite life assessment continues to be supportable. If not, the change in the useful life assessment from indefinite to finite is made on prospective basis.

###### (iv) Customer Relationships

The cost of customer relationships acquired in a business combination is at their fair value at the date of acquisition. Following the initial recognition, the customer relationships are carried at cost less accumulated amortisation and any accumulated impairment losses. The customer relationships with finite lives are amortised on a straight-line basis over their useful economic lives and assessed for impairment whenever there is an indication that the customer relationships may be impaired.



## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (6) Intangible Assets (Cont'd)

##### (v) Other Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a business combination is based on their fair values as at the date of acquisition. Following initial recognition, intangible assets are carried at cost less accumulated amortisation and any accumulated impairment losses. Intangible assets with finite lives are amortised on a straight-line basis over the estimated economic useful lives and assessed for impairment whenever there is an indication that the intangible asset may be impaired. The amortisation period and the amortisation method for an intangible asset are reviewed at each reporting date.

#### (7) Inventories

Inventories are stated at the lower of cost and net realisable value. Cost, in the case of work-in-progress and finished goods, comprises raw materials, direct labour and an attributable proportion of production overheads. Cost is determined on the first-in first-out basis, by weighted average cost method, or by specific identification.

Net realisable value represents the estimated selling price less all estimated costs of completion and the estimated costs necessary to make the sale.

Property inventories are stated at the lower of cost and net realisable value. Cost includes the relevant cost of land, development expenditure and related interest cost incurred during the development period.

Vehicles used for demonstration purposes are valued at cost less appropriate charge for use. Vehicles on consignment are included in inventories when substantially all of the principal benefits and inherent risks rest with the Group. The corresponding consignment liability after deducting any deposits is classified as manufacturers' vehicle stocking loans.

#### (8) Impairment of Non-Financial Assets

The carrying amounts of the Group's non-financial assets, other than investment properties, property development costs, inventories, deferred tax assets and non-current assets (or disposal group) held for sale are reviewed at each reporting date to determine whether there is an indication of impairment. If any such indication exists, the asset's recoverable amount is estimated to determine the amount of impairment loss.

For goodwill, intangible assets that have indefinite useful lives and intangible assets that are not yet available for use, the recoverable amount is estimated at each reporting date or more frequently when there are indications of impairment.

For the purpose of impairment testing of these assets, recoverable amount is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. If this is the case, recoverable amount is determined for the cash-generating unit ("CGU") to which the asset belongs to. Goodwill acquired in a business combination is, from the acquisition date, allocated to each of the Group's CGUs, or groups of CGUs, that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the Group are assigned to those units or groups of units.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (8) Impairment of Non-Financial Assets (Cont'd)

An asset's recoverable amount is the higher of an asset's or CGU's fair value less costs to sell and its value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risks specific to the asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. Impairment losses recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

An impairment loss is recognised in profit or loss in the period in which it arises, except for an asset which is carried at a revalued amount, in which case the impairment loss is accounted for as a revaluation decrease to the extent that the impairment loss does not exceed the amount held in the asset revaluation reserve for the same asset.

Impairment loss on goodwill is not reversed in a subsequent period. An impairment loss for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior years.

A reversal of impairment loss for other asset other than goodwill is recognised in profit or loss, unless the assets is carried at revalued amount, in which case, such reversal is treated as a revaluation increase.

##### (9) Fair Value Measurement

The Group measures financial instruments, such as, derivatives, and certain non-financial assets such as investment properties, at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) in the principal market for the asset or liability, or
- ii) in the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible to by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

**2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(9) Fair Value Measurement (Cont'd)**

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, based on the lowest level input that is significant to the fair value measurement as a whole as described in Note 44.

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Group determines whether transfers have occurred between Levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

**(10) Financial Assets**

Financial assets are recognised in the statements of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

The Group and the Company determine the classification of their financial assets at initial recognition, and the categories include financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments and available-for-sale financial assets.

**(i) Financial Assets at Fair Value Through Profit or Loss**

Financial assets are classified as financial assets at fair value through profit or loss if they are held for trading or are designated as such upon initial recognition. Financial assets held for trading are derivatives (including separated embedded derivatives) or financial assets acquired principally for the purpose of selling in the near term.

Financial assets designated as financial assets at fair value through profit or loss are a group of financial assets which consist of certain quoted securities that is managed and its performance is evaluated at a fair value basis, in accordance with a documented risk management or investment strategy, and information about this group of financial assets is provided internally on that basis to the Group's and the Company's key management personnel.

Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value. Any gains or losses arising from changes in fair value are recognised in profit or loss. Net gains or net losses on financial assets at fair value through profit or loss do not include exchange differences, interest and dividend income. Exchange differences, interest and dividend income on financial assets at fair value through profit or loss are recognised separately in profit or loss as part of other losses or other income.

Financial assets at fair value through profit or loss could be presented as current or non-current. Financial assets that are held primarily for trading purposes are presented as current whereas financial assets that are not held primarily for trading purposes are presented as current or non-current based on the expected settlement date.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (10) Financial Assets (Cont'd)

###### (ii) Loans and Receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables.

Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

Loans and receivables are classified as current assets, except for those having maturity dates later than 12 months after the reporting date which are classified as non-current.

###### (iii) Held-To-Maturity Investments

Financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the Group has the positive intention and ability to hold the investment to maturity.

Subsequent to initial recognition, held-to-maturity investments are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the held-to-maturity investments are derecognised or impaired, and through the amortisation process.

Held-to-maturity investments are classified as non-current assets, except for those having maturity within 12 months after the reporting date which are classified as current.

###### (iv) Available-For-Sale Financial Assets

Available-for-sale financial assets are financial assets that are designated as available for sale or are not classified in any of the three preceding categories.

After initial recognition, available-for-sale financial assets are measured at fair value. Any gains or losses from changes in fair value of the financial assets are recognised in other comprehensive income, except that impairment losses, foreign exchange gains and losses on monetary instruments and interest calculated using the effective interest method are recognised in profit or loss. The cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment when the financial asset is derecognised. Interest income calculated using the effective interest method is recognised in profit or loss. Dividends from an available-for-sale equity instrument are recognised in profit or loss when the Group's and the Company's right to receive payment is established.

Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less impairment loss.

Available-for-sale financial assets are classified as non-current assets unless they are expected to be realised within 12 months after the reporting date.

A financial asset is derecognised where the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss previously recognised in other comprehensive income will be recognised in profit or loss.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (11) Impairment of Financial Assets

The Group and the Company assess at each reporting date whether there is any objective evidence that a financial asset is impaired.

##### (i) Trade and Other Receivables and Other Financial Assets Carried at Amortised Cost

To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Group and the Company consider factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. For certain categories of financial assets, such as trade receivables, assets that are assessed not to be impaired individually are subsequently assessed for impairment on a collective basis based on similar risk characteristics.

Objective evidence of impairment for a portfolio of receivables could include the Group's and the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period and observable changes in national or local economic conditions that correlate with default on receivables.

If any such evidence exists, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The impairment loss is recognised in profit or loss.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of receivables, where the carrying amount is reduced through the use of an allowance account. When a receivable becomes uncollectible, it is written off against the allowance account.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortised cost had the impairment not been recognised at the reversal date. The amount of reversal is recognised in profit or loss.

##### (ii) Unquoted Equity Securities Carried at Cost

If there is objective evidence (such as significant adverse changes in the business environment where the issuer operates, probability of insolvency or significant financial difficulties of the issuer) that an impairment loss on financial asset carried at cost has been incurred, the amount of the loss is measured as the difference between the carrying amount of the financial asset and the Group's share of net assets. Such impairment losses are not reversed in subsequent periods.

##### (iii) Available-For-Sale Financial Assets

Significant financial difficulties of the issuer or obligor, and the disappearance of an active trading market are considerations to determine whether there is objective evidence that investment securities classified as available-for-sale financial assets are impaired. A significant or prolonged decline in the fair value of investments in equity instruments below its cost is also an objective evidence of impairment.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (11) Impairment of Financial Assets (Cont'd)

###### (iii) Available-For-Sale Financial Assets (Cont'd)

If an available-for-sale financial asset is impaired, the difference between its cost (net of any principal payment and amortisation) and its current fair value less any impairment loss previously recognised in profit or loss, is transferred from equity to profit or loss.

Impairment losses on available-for-sale equity investments are not reversed in profit or loss in the subsequent periods. Increase in fair value of equity instruments, if any, subsequent to impairment loss is recognised in other comprehensive income. For available-for-sale debt investments, impairment losses are subsequently reversed in profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss in profit or loss.

Future interest income continues to be accrued based on the reduced carrying amount of the asset, using the rate of interest used to discount the future cash flows for the purpose of measuring the impairment loss. The interest income is recorded as part of finance income. If, in a subsequent year, the fair value of a debt instrument increases and the increase can be objectively related to an event occurring after the impairment loss was recognised in profit or loss, the impairment loss is reversed through profit or loss.

##### (12) Cash and Cash Equivalents

Cash and short term deposits in the statements of financial position comprise cash at banks and on hand and short term deposits with a maturity of 3 months or less, which are subject to insignificant risk of changes in value.

For the purpose of statement of cash flows, cash and cash equivalents consist of cash and short term deposits, as defined above, net of outstanding bank amounts, if applicable, as they are considered an integral part of cash management.

##### (13) Financial Liabilities

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definition of a financial liability.

Financial liabilities are recognised in the statements of financial position when, and only when, the Group and the Company become a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

###### (i) Financial Liabilities at Fair Value Through Profit or Loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities held for trading include derivatives entered into by the Group and the Company that do not meet the hedge accounting criteria. Derivative liabilities are initially measured at fair value and subsequently stated at fair value with any resultant gains or losses recognised in profit or loss. Net gains or losses on derivatives include exchange differences.

**2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(13) Financial Liabilities (Cont'd)****(ii) Other Financial Liabilities**

Other financial liabilities of the Group and of the Company include trade payables, other payables, hire purchase and finance lease liabilities, and loans and borrowings including medium term notes.

Trade and other payables are recognised initially at fair value net of directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Loans and borrowings are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. Borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

For other financial liabilities, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

**(14) Financial Guarantee Contracts**

A financial guarantee contract is a contract that requires the guarantor to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due.

Financial guarantee contracts are recognised initially as a liability at fair value, net of transaction costs. Subsequent to initial recognition, financial guarantee contracts are recognised as income in profit or loss over the period of the guarantee. If it is probable that the liability will be higher than the amount initially recognised less amortisation, the liability is recorded at the higher amount with the difference charged to profit or loss.

**(15) Borrowing Costs**

Borrowing costs are capitalised as part of the cost of a qualifying asset if they are directly attributable to the acquisition, construction or production of that asset. Capitalisation of borrowing costs commences when the activities to prepare the asset for its intended use or sale are in progress and the expenditures and borrowing costs are incurred. Borrowing costs are capitalised until the assets are substantially completed for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period they are incurred. Borrowing costs consist of interest and other costs that the Group and the Company incurred in connection with the borrowing of funds.



## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (16) Equity Instruments

Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are approved and declared for payment.

The transaction costs of an equity transaction are accounted for as a deduction from equity, net of tax. Equity transaction costs comprise only those incremental external costs directly attributable to the equity transaction which would otherwise have been avoided.

The consideration paid, including attributable transaction costs on repurchased ordinary shares of the Company that have not been cancelled, are classified as treasury shares and presented as a deduction from equity. Treasury shares may be acquired and held by the Company. No gain or loss is recognised in profit or loss on the sale, re-issuance or cancellation of treasury shares. Consideration paid or received is recognised directly in equity.

##### (17) Provisions

Provisions are recognised when the Group or the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, where appropriate, the risks specific to the liability. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

##### (18) Leases

###### (i) As Lessee

Finance leases, which transfer to the Group and the Company substantially all the risks and rewards incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalised. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss. Contingent rents, if any, are charged as expenses in the periods in which they are incurred.

Leased assets are depreciated over the estimated useful life of the asset. However, if there is no reasonable certainty that the Group and the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life and the lease term.

Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.



## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (18) Leases (Cont'd)

##### (ii) As Lessor

Leases where the Group and the Company retain substantially all the risks and rewards of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

When the assets are leased out under an operating lease, the asset is included in the statements of financial position based on the nature of the asset. Lease income is recognised over the term of the lease on a straight-line basis.

#### (19) Income Taxes

##### (i) Current Tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss which is recognised either in other comprehensive income or directly in equity.

##### (ii) Deferred Tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all temporary differences, except:

- where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of taxable temporary differences associated with investments in subsidiary companies, associated companies and joint ventures, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised except:

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (19) Income Taxes (Cont'd)

###### (ii) Deferred Tax (Cont'd)

- where the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and
- in respect of deductible temporary differences associated with investments in subsidiary companies, associated companies and joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity and deferred tax arising from a business combination is adjusted against goodwill on acquisition.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred tax relates to the same taxable entity and the same taxation authority.

Tax benefits acquired as part of a business combination, but not satisfying the criteria for separate recognition at that date, are recognised subsequently if new information about facts and circumstances change. The adjustment is either treated as a reduction in goodwill (as long as it does not exceed goodwill) if it was incurred during the measurement period or recognised in profit or loss.

###### (iii) Gaming and Sales Tax

Revenues are recognised net of the amount of gaming and sales tax while expenses and assets are recognised net of sales tax except where the sales tax incurred in a purchase of assets or services is not recoverable from the taxation authority, in which case the sales tax is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

Receivables and payables are stated with the amount of sales tax included.

The net amount of sales tax recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the statements of financial position.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (19) Income Taxes (Cont'd)

- (iv) Goods and Services Tax ("GST") or Value Added Tax ("VAT")

The net amount of GST or VAT, being the difference between output and input GST or VAT, payable to or recoverable from the respective authorities at reporting date is included in other receivables or other payables in the statements of financial position.

#### (20) Employee Benefits

- (i) Short Term Benefits

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

- (ii) Defined Contribution Plans

Defined contribution plans are post-employment benefit plans under which the Group pays fixed contributions into separate entities or funds and will have no legal or constructive obligation to pay further contributions if any of the funds do not hold sufficient assets to pay all employee benefits relating to employee services in the current and preceding financial years. Such contributions are recognised as an expense in profit or loss as incurred. As required by law, companies in Malaysia make such contributions to contributions to the Employees Provident Fund ("EPF"). Some of the Group's foreign subsidiary companies also make contributions to their respective countries' statutory pension schemes.

- (iii) Defined Benefit Plans

A defined benefit plan is a pension plan that defines an amount of pension benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and salary.

##### a) Funded Defined Benefit Plan

Certain foreign subsidiary companies of the Group provides funded pension benefits to its eligible employees.

The legal obligation for any benefits from this kind of pension plan remains with the Group even if plan assets for funding the defined benefit plan have been acquired. Plan assets may include assets specifically designated to a long term benefit fund, as well as qualifying insurance policies.

The Group's net obligations in respect of defined benefit plans for certain foreign subsidiary companies are calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (20) Employee Benefits (Cont'd)

###### (iii) Defined Benefit Plans (Cont'd)

###### a) Funded Defined Benefit Plan (Cont'd)

The liability recognised in the consolidated statement of financial position for defined benefit plan is the discounted present value of the defined benefit obligation using prudent and appropriate discount factor at the reporting date less the fair value of plan assets. The discount rate is the market yield at the reporting date on high quality corporate bonds or government bonds. The calculation is performed by independent actuaries using the projected unit credit method.

Re-measurements, comprising actuarial gains and losses, the effect of limiting a net defined benefit asset to the asset ceiling (excluding net interest, if applicable) and the return on plan assets (excluding net interest), are recognised immediately in the consolidated statement of financial position with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- i) the date of the plan amendment or curtailment, and
- ii) the date that the Group recognises restructuring-related costs.

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Group recognises service costs and net interest expense or income in profit or loss.

###### b) Unfunded Defined Benefit Plan

Certain local subsidiary companies within the Group operate unfunded defined Retirement Benefit Schemes ("Scheme") for their eligible employees. The obligation recognised in the consolidated statement of financial position under the Scheme is calculated by independent actuaries using the projected unit credit method.

Re-measurements, comprising of actuarial gains and losses are recognised immediately in the consolidated statement of financial position with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Past service costs are recognised in profit or loss on the earlier of:

- i) the date of the plan amendment or curtailment, and
- ii) the date that the Group recognises restructuring-related costs.

The present values of the obligations under the Scheme are determined by discounting the estimated future cash outflows using interest rates of high quality corporate bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating the terms of the related post-employment benefit obligation.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (21) Government Grants

Government grants are recognised at their fair value where there is reasonable assurance that the grant will be received and all conditions attached will be met. Government grants related to assets, measured at nominal value, are presented in the statement of financial position by deducting the grants in arriving at the carrying amount of the assets. These grants are recognised as income on a systematic basis over the useful lives of the related assets.

#### (22) Foreign Currencies

##### (i) Functional and Presentation Currencies

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Ringgit Malaysia ("RM"), which is also the Company's functional currency.

##### (ii) Foreign Currency Transactions

In preparing the financial statements of the individual entities, transactions in currencies other than the entity's functional currency ("foreign currencies") are recorded in the functional currencies using the exchange rates prevailing at the dates of the transactions. At each reporting date, monetary items denominated in foreign currencies are translated at rates prevailing on the reporting date. Non-monetary items measured at historical cost in a foreign currency are translated using the exchange rate at the date of initial transaction. Non-monetary items carried at fair value that are denominated in foreign currencies are translated at the rates prevailing at the date the fair values were determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of initial transaction.

Exchange differences arising on the settlement of monetary items, and on the translation of monetary items, are included in profit or loss for the period except for exchange differences arising on monetary items that form part of the Group's net investment in foreign operations. These are initially taken directly to the foreign currency translation reserve within equity until the disposal of the foreign operations, at which time they are recognised in profit or loss.

Exchange differences arising on monetary items that form part of the Company's net investment in foreign operations are recognised in profit or loss of the Company's separate financial statements or the individual financial statements of the foreign operation, as appropriate.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

##### (iii) Foreign Operations

The results and financial position of foreign operations that have a functional currency different from the presentation currency of the consolidated financial statements are translated into RM as follows:

- Assets and liabilities for each statement of financial position presented are translated at the closing rate prevailing at the reporting date;

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (22) Foreign Currencies (Cont'd)

###### (iii) Foreign Operations (Cont'd)

- Income and expenses for each profit or loss and other comprehensive income are translated at average exchange rates for the year, which approximate the exchange rates at the dates of the transactions; and
- All the resulting exchange differences are recognised in other comprehensive income and accumulated in a separate component of equity under foreign currency translation reserve.

Goodwill and fair value adjustments arising on the acquisition of foreign operations on or after 1 May 2006 are treated as assets or liabilities of the foreign operations and are recorded in the functional currency of the foreign operations and translated at the closing rate at the reporting date.

Goodwill and fair value adjustments which arose on the acquisition of foreign subsidiary companies before 1 May 2006 are deemed to be assets and liabilities of the parent company and are recorded in RM at the rates prevailing at the date of acquisition.

The principal closing rates used in translation are as follows:

Foreign currency	Currency code	2016 RM	2015 RM
1 Great Britain Pound	GBP	5.682	5.474
1 Euro	EUR	4.416	3.940
1 United States Dollar	USD	3.888	3.545
1 Australian Dollar	AUD	2.966	2.842
1 Singapore Dollar	SGD	2.893	2.686
1 Chinese Renminbi	CNY	0.604	0.575
1 Hong Kong Dollar	HKD	0.501	0.457
1 Seychelles Rupee	SCR	0.295	0.260
1 Thai Baht	THB	0.112	0.108
1 Philippine Peso	PHP	0.083	0.080
1 Sri Lanka Rupee	LKR	0.027	0.027
100 Vietnam Dong	VND	0.018	0.017
100 South Korean Won	KRW	0.343	0.331
100 Japanese Yen	JPY	3.599	2.979

##### (23) Contingencies

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Group and of the Company.

Contingent liabilities and assets are not recognised in the statements of financial position of the Group and the Company except for contingent liabilities assumed in a business combination of which the fair value can be reliably measured.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (24) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and to the Company and the revenue can be reliably measured.

##### (i) Investment Income

Dividend income is recognised when the shareholders' rights to receive the dividend payment are established.

Interest income from short term deposits and advances are recognised on an accrual basis.

##### (ii) Development Properties

Revenue from sale of development properties is accounted for by the stage of completion method in respect of all building units that have been sold.

##### (iii) Enrolment Fees

Entrance fees for members joining the golf and recreational club are recognised as revenue upon the admission of the applicants to the membership register. Advance licence fees which are deferred are recognised as income over the membership period.

Membership fees for members joining the fitness centre are recognised on an accrual basis over the membership period. Membership fees received in advance are only recognised when they are due.

##### (iv) Rental Income

Rental income, including those from investment properties and hotel operations, is recognised on the accrual basis unless recoverability is in doubt, in which case, it is recognised on a receipt basis.

##### (v) Revenue from Water Theme Park Operations

Entrance fee to the water theme park is recognised when tickets are sold and services are rendered. Revenue from the sale of food and beverage is recognised based on invoiced value of goods sold.

##### (vi) Revenue from Casino Operations

Revenue from casino operations is recognised on a receipt basis and is stated net of gaming tax.

##### (vii) Sale of Goods, Property Inventories and Services

Revenue is recognised when significant risks and rewards of ownership of the goods and property inventories have been passed to the buyer. Revenue from services is recognised when rendered. Both revenues are recognised net of sales tax or GST and service tax, and discount where applicable.

##### (viii) Management Fee Income

Management fee income is recognised on an accrual basis.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

##### (24) Revenue Recognition (Cont'd)

(ix) Toto Betting

Revenue from toto betting is recognised based on ticket sales, net of gaming tax and GST relating to draw days within the financial year.

(x) Lease of Lottery Equipment

Revenue from the lease of lottery equipment is recognised based on certain percentage of gross receipts from lottery ticket sales, excluding the foreign VAT and trade discount.

(xi) Lottery and Voting Product Sales, Services and Licensing Income

Revenue from lottery and voting product sales, services and licensing income are recognised on the basis of shipment of products, performance of services and percentage of completion method for long term contracts. The percentage of completion is estimated by comparing the cost incurred to date against the estimated cost to completion. Revenue relating to the sale of certain assets, when the ultimate total collection is not reasonably assured, are being recorded under the cost recovery method.

(xii) Sales of Vehicles, Parts and Accessories

Revenue on sales of vehicles are recognised when substantially all the risks and rewards of ownership have been transferred to the customer, generally deemed at the time of delivery to the customer. Revenue on sales of parts and accessories are recognised on delivery to the customer.

Revenue is recognised net of foreign VAT and discounts, where applicable.

(xiii) Servicing, Repair and Bodyshop Sales

Revenue is recognised on completion of the agreed work, net of foreign VAT and discounts, where applicable.

(xiv) Other Income

Other than the above, all other income are recognised on an accrual basis.

##### (25) Non-Current Assets Held For Sale

Non-current assets (or disposal groups) are classified as held for sale if their carrying amount will be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when the sale is highly probable and the asset is available for immediate sale in its present condition subject only to terms that are usual and customary.

Immediately before classification as held for sale, the measurement of the non-current assets is brought up-to-date in accordance with applicable FRSs. Thereafter on initial classification as held for sale, non-current assets or disposal groups (other than investment properties, deferred tax assets, employee benefit assets and financial assets) are measured in accordance with FRS 5 that is at the lower of carrying amount and fair value less costs to sell. Any differences are included in profit or loss.



## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### (26) Segmental Information

For management purposes, the Group is organised into operating segments based on their products and services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Group who regularly review the segment results in order to allocate resources to the segments and to assess the segment performance. The Group adopts business segment analysis as its primary reporting format and geographical segment analysis as its secondary reporting format.

Segment revenue and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Revenue and expenses do not include items arising on investing or financing activities. Revenue are attributed to geographical segments based on location where sale is transacted.

Segment assets include all operating assets used by a segment and do not include items arising on investing or financing activities. Assets are allocated to a geographical segment based on location of assets.

Segment liabilities comprise operating liabilities and do not include liabilities arising on investing or financing activities such as bank borrowings.

#### (27) Current and non-current classification

The Group and the Company present assets and liabilities in statements of financial position based on current and non-current classification.

An asset is classified as current when it is:

- expected to be realised or intended to be sold or consumed in normal operating cycle;
- held primarily for the purpose of trading;
- expected to be realised within 12 months after the reporting period; or
- cash and cash equivalents unless restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

All other assets are classified as non-current.

A liability is classified as current when:

- it is expected to be settled in normal operating cycle;
- it is held primarily for the purpose of trading;
- it is due to be settled within 12 months after the reporting period; or
- there is no unconditional right to defer the settlement of the liability for at least 12 months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities, respectively.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.3 CHANGES IN ACCOUNTING POLICIES

On 1 May 2015, the Group and the Company adopted the following Amendments to FRS and Annual Improvements to FRSs which are effective for annual periods beginning on or after 1 July 2014:

Amendments to FRS 119: Employee Benefits (Defined Benefit Plans – Employee Contributions)  
Annual Improvements to FRSs 2010-2012 Cycle  
Annual Improvements to FRSs 2011-2013 Cycle

Adoption of the above Amendments to FRS and Annual Improvements to FRSs did not have any effect on the financial performance or position of the Group and the Company.

#### 2.4 STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

At the date of authorisation of these financial statements, the following new FRSs, Amendments to FRSs and Annual Improvements to FRSs were issued but not yet effective and have not been applied by the Group and the Company:

##### **Effective for financial periods beginning on or after 1 January 2016**

Amendments to FRS 10, FRS 12 and FRS 128: Investment Entities – Applying the Consolidation Exception  
Amendments to FRS 11: Joint Arrangement – Accounting for Acquisitions of Interests in Joint Operations  
FRS 14: Regulatory Deferral Accounts  
Amendment to FRS 101: Disclosure Initiative  
Amendments to FRS 116 and FRS 138: Clarification of Acceptable Methods of Depreciation And Amortisation  
Amendments to FRS 127: Separate Financial Statements – Equity Method in Separate Financial Statements  
Annual Improvements to FRSs 2012-2014 Cycle

##### **Effective for financial periods beginning on or after 1 January 2017**

Amendments to FRS 107: Statement of Cash Flows – Disclosure Initiative  
Amendments to FRS 112: Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses

##### **Effective for financial periods beginning on or after 1 January 2018**

FRS 9: Financial Instruments (2014)

##### **Effective date yet to be determined**

Amendments to FRS 10 and FRS 128: Sales or Contribution of Assets between an Investor and its Associate or Joint Venture

Unless otherwise described below, the new FRSs, Amendments to FRSs and Annual Improvements to FRSs above are expected to have no significant impact on the financial statements of the Group and of the Company upon their initial application except for the changes in presentation and disclosures of financial information.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.4 STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE (CONT'D)

The Group is currently assessing the impact of that the adoption of the standards below will have on its financial position and performance.

#### Amendments to FRS 127: Separate Financial Statements – Equity Method in Separate Financial Statements

The amendments will allow entities to use the equity method to account for investments in subsidiary companies, joint ventures and associated companies in their separate financial statements. Entities already applying FRS and electing to change to the equity method in its separate financial statements will have to apply to this change retrospectively. For first-time adopters of FRS electing to use the equity method in its separate financial statements, they will be required to apply this method from the date of transition to FRS. The amendments are effective for annual periods beginning on or after 1 January 2016, with early adoption permitted.

#### FRS 9: Financial Instruments (2014)

In November 2014, MASB issued the final version of FRS 9 which reflects all phases of the financial instruments project and replaces FRS 139: Financial Instruments – Recognition and Measurement and all previous version of FRS 9. The standard introduces new requirements for classification and measurement, impairment and hedge accounting.

FRS 9 is effective for annual periods beginning on or after 1 January 2018, with early application permitted. Retrospective application is required, but comparative information is not compulsory.

#### **Malaysian Financial Reporting Standards**

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (“MFRS Framework”).

The MFRS Framework is to be applied by all entities other than private entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141: Agriculture and IC Interpretation 15: Agreements for Construction of Real Estate, including its parent, significant investor and venturer (herein called ‘Transitioning Entities’).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group falls within the definition of Transitioning Entities and accordingly, will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 30 April 2019. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group has opted to defer the adoption of the MFRS Framework to the financial period beginning on 1 May 2018.

At the date of these financial statements, the Group and the Company have not completed their quantification of the financial effects of the differences between Financial Reporting Standards and accounting standards under the MFRS Framework due to the ongoing assessment by the Group. Accordingly, the financial performance and financial position as disclosed in these financial statements for the year ended 30 April 2016 could be different if prepared under the MFRS Framework.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.4 STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE (CONT'D)

##### Malaysian Financial Reporting Standards (Cont'd)

The new and amended standards (which are applicable upon adoption of MFRS Framework) that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below.

##### Effective for financial periods beginning on or after 1 January 2018

MFRS 15: Revenue from Contracts with Customers

##### Effective for financial periods beginning on or after 1 January 2019

MFRS 16: Leases

##### MFRS 15: Revenue from Contracts with Customers

MFRS 15 establishes a new five-step models that will apply to revenue arising from contracts with customers. MFRS 15 will supersede the current revenue recognition guidance including MFRS 118: Revenue, MFRS 111: Construction Contracts and the related interpretations when it becomes effective.

The core principle of MFRS 15 is that an entity should recognise revenue which depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Under MFRS 15, an entity recognises revenue when (or as) a performance obligation is satisfied, i.e when "control" of the goods or services underlying the particular performance obligation is transferred to the customer.

Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted.

##### MFRS 16: Leases

The scope of MFRS 16 includes leases of all assets, with certain exceptions. A lease is defined as a contract, or part of a contract, that conveys the right to use an asset (the underlying asset) for a period of time in exchange for consideration.

MFRS 16 requires lessees to account for all leases under a single on-balance sheet model in a similar way to finance leases under IAS 17. The standard includes two recognition exemptions for lessees – leases of "low-value" assets (e.g. personal computers) and short term leases (i.e. leases with a lease term of 12 months or less). At the commencement date of a lease, a lessee will recognise a liability to make lease payments (i.e. the lease liability) and an asset representing the right to use the underlying asset during the term (i.e. the right-of-use asset).

Lessees will be required to separately recognise the interest expense on the lease liability and the depreciation expense on the right-of-use asset. Lessees will be required to remeasure the lease liability upon the occurrence of certain events (e.g. a change of lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments). The lessee will generally recognise the amount of the remeasurement of the lease liability as an adjustment to the right-of-use asset.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.4 STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE (CONT'D)

#### Malaysian Financial Reporting Standards (Cont'd)

##### MFRS 16: Leases (Cont'd)

Lessor accounting is substantially unchanged from today's accounting under IAS 17. Lessors will continue to classify all leases using the same classification principle as in IAS 17 and distinguish between two types of leases: operating and finance leases.

Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2019 with early adoption permitted.

### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of the Group's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

#### (a) Critical Judgements Made in Applying Accounting Policies

The following are the judgements made by management in the process of applying the Group's accounting policies that have the most significant effects on the amounts recognised in the financial statements.

##### (i) Control over Berjaya Sports Toto Berhad ("BToto")

At the reporting date, the Group held 41.10% equity interest in BToto. The Group has obtained written undertakings from two other shareholders of BToto namely, BCorp Group and Tan Sri Dato' Seri Vincent Tan Chee Yioun that they will vote as directed by the Group on all shareholders' resolutions of BToto. The Group together with the abovementioned parties held 51.60% of the voting rights of BToto at the reporting date. Hence, in accordance with the requirements of FRS 10, the Group is able to exercise control and continues to regard BToto as a subsidiary company.

##### (ii) Classification between investment properties and property, plant and equipment

The Group has developed certain criteria based on FRS 140 in making judgement on whether a property qualifies as an investment property. Investment property is a property held to earn rentals or for capital appreciation or both.

Some properties comprise a portion that is held to earn rentals or for capital appreciation and another portion that is held for use for administrative purposes. If these portions could be sold separately (or leased out separately under a finance lease), the Group would account for the portions separately. If the portions could not be sold separately, the property is an investment only if an insignificant portion is held in use for administrative purposes. Judgement is made on an individual property basis to determine whether ancillary services are so significant that a property does not qualify as an investment property.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

##### (a) Critical Judgements Made in Applying Accounting Policies (Cont'd)

###### (iii) Leases - as lessor

The Group has entered into commercial property leases on its investment property portfolio. The Group has determined that it retains all the significant risks and rewards of ownership of these properties which are leased out on operating leases.

###### (iv) Useful lives of Gaming Rights, Dealerships and Customer Relationships

The Gaming Rights consist of Licence for the Toto betting operations in Malaysia and ELA for the Philippines.

The Group considers that the Licence and Dealerships have indefinite useful lives because they are expected to contribute to the Group's net cash inflows indefinitely. The Group intends to continue the annual renewal of the Licence and to maintain the Dealerships indefinitely. Historically, there has been no compelling challenge to the Licence and Dealership renewals. The technology used in the gaming activities is supplied and support is provided by a subsidiary company of the Group and is not expected to be replaced by another technology at any time in the foreseeable future.

The Group previously recognised Gaming Rights - ELA as an intangible asset with indefinite life as there was no compelling challenge to the ELA extension since 1995. Each extension then was for a tenure of at least 5 years. However, in the previous financial year, ELA was transitionally extended for a period of 3 years to August 2018. The Group is however, confident that the ELA will continue to be extended and generate net cash inflows for an additional 2 years beyond August 2018. Since the latest extension period was transitional, the Group had reassessed that the useful life of the Gaming Rights - ELA to be finite with a term of 5 years.

The Customer Relationships are recognised separably from goodwill on acquisition of a subsidiary company. The useful lives of the Customer Relationships are estimated to be 10 years, determined based on customer attrition from the acquired relationships. However, they are not amortised during the financial year due to the proximity of the acquisition to the year end.

###### (v) Joint ventures

The Group has interest in several investments which it regards as joint ventures although the Group owns more than half of the equity interest in these entities. These entities have not been regarded as subsidiaries of the Group as management have assessed that the contractual arrangements with the respective joint venture parties have given rise to joint-control over these entities in accordance with FRS 128 : Investment in Associates and Joint Ventures.

###### (vi) Classification of fair value through profit or loss investments

The Group designated warrants issued by an associated company, unit trust funds and certain equity investments as fair value through profit or loss investments. The Group manages these investments in accordance to an investment strategy to maximise its total returns in fair value changes. The fair values of the equity investments and unit trust funds at 30 April 2016 were RM6,859,000 and RM9,302,000 (2015 : RM13,718,000 and RM3,087,000) respectively, as disclosed in Note 45(a). Further details of the fair value changes are disclosed in Notes 31 and 32.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

#### (a) Critical Judgements Made in Applying Accounting Policies (Cont'd)

##### (vii) Impairment of available-for-sale investments

The Group reviews its equity instruments classified as available-for-sale investments at each reporting date to assess whether they are impaired. These investments are considered impaired when there has been a significant or prolonged decline in the fair value below their cost.

The determination of what is “significant” or “prolonged” requires judgement. In making this judgement, the Group evaluates, among other factors, historical share price movements and the duration and extent to which the fair value of an investment is less than its cost. During the current financial year, the Group impaired quoted and unquoted equity instruments with “significant” decline in fair value greater than 20%, and “prolonged” period of greater than 12 months.

For the financial year ended 30 April 2016, the amount of total impairment loss recognised for quoted and unquoted available-for-sale investments was RM8,061,000 (2015 : RM12,007,000) as disclosed in Note 32.

##### (viii) Income tax on deferred income

The Inland Revenue Board (“IRB”) had previously issued a letter to certain subsidiary companies of the Group and also to the Malaysian Association of Golf & Recreational Club Owners Berhad (“MAGRO”) and the Malaysian Holiday Timeshare Developers’ Federation respectively to inform them that the income earned from sales of golf, recreational and timeshare memberships which are deferred over their respective tenures, will be brought to tax in the year it is collected and not over the years when it is amortised to profit or loss as income. This follows a decision made by the Special Commissioners of Income Tax (“SCIT”) in favour of IRB on this matter in relation to a recreational club which is a member of MAGRO.

IRB has however given a 3-year or 6-year concession to allow the deferred income brought forward as at 30 April 2013 to be taxed over a period of 3 years or 6 years from year of assessment 2014 to 2016, or year of assessment 2014 to 2019 respectively.

On 5 February 2014, the High Court had overturned the abovementioned SCIT’s decision and ruled in favour of the recreational club, agreeing in principle that deferred membership fees should be recognised as and when services are rendered and the amount is amortised to profit or loss as income. IRB has appealed against this decision to the Court of Appeal and has informed MAGRO that the tax issue on deferred income is postponed pending the outcome of the appeal.

On 22 June 2015, the Court of Appeal upheld the decision by the High Court which ruled in favour of the recreational club. The Court of Appeal affirmed that advance licence fees received by the recreational club were security instead of deposit, and will be accrued to the recreational club upon services being rendered. In such circumstances, advance licence fees were not income and cannot be subjected to income tax in those years they were collected.

The Group has assessed that the features of the memberships issued by its subsidiary companies are largely similar to those of the abovementioned recreational club, and have hence concluded that no provision for income tax is required to be made on its deferred membership income.



## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

##### (a) Critical Judgements Made in Applying Accounting Policies (Cont'd)

###### (ix) Recoverability of Berjaya Jeju Resort Limited ("BJR") project costs

BJR, a subsidiary company of the Group had previously commenced development activities on Jeju Island, South Korea ("Jeju Project") over certain parcels of land purchased from the Jeju Free International City Development Center ("JDC") in 2009. These lands were expropriated by JDC from various landowners. On 20 March 2015, the Korean Supreme Court ruled that the expropriation of the lands by JDC from these landowners was invalid. As explained in Note 41, BJR has suspended the development of the Jeju Project due to the breach of the terms and conditions of the land sale and purchase agreement ("Land SPA") by JDC when it failed to deliver unencumbered titles of the said lands to BJR. BJR has commenced legal proceedings against JDC seeking compensation for damages incurred which include the costs incurred by BJR in developing the Jeju Project. The outcome of the legal proceedings will determine whether BJR is able to recover the costs of RM541,965,000 incurred to-date on this development.

Based on the legal opinion obtained from its lawyers, BJR has determined that it has the legal right to claim for damages under the Land SPA, Korean Civil Code and case precedents established in the Korean Courts. BJR's lawyers have also opined that it is probable that BJR will prevail in the lawsuit against JDC on the claim for costs incurred. Based on this premise, BJR has determined that it is appropriate to continue to recognise the Jeju Project development cost as an asset in the statements of financial position. However, due to inherent uncertainty over the timing of the resolution of the lawsuit, BJR has reclassified the entire Jeju Project development cost as a non-current asset.

###### (x) Provision for minimum wages

As explained in Note 39(b), trade dispute proceedings have been instituted by the National Union of Hotel, Bar & Restaurant Workers Peninsular ("Trade Union") at the Industrial Court of Malaysia ("Industrial Court") against several Malaysian hotels and resorts of the Group, regarding the topping up minimum wages over and above service charges imposed ("Trade Dispute Proceedings"). The Trade Dispute Proceedings are still ongoing.

Recently, in another trade dispute proceeding between the Trade Union and another hotel, the Industrial Court has ruled in favour of the Trade Union that an employee shall be paid the minimum wage, in accordance to Minimum Wage Order 2012, over and above the service charges imposed.

The Group is of the opinion that the Industrial Court ruling can be challenged by way of judicial review proceedings. Furthermore, the Malaysian Association of Hotels and Malaysian Association of Hotel Owners representing the hospitality industry are in the midst of discussion with the relevant authorities on this matter.

As such, the Group concluded that no provision for additional minimum wages is required.

###### (xi) Significant influence over Berjaya Assets Berhad ("BASSETS")

Although the Group holds less than 20% of the voting shares in BASSETS, the Group exercises significant influence by virtue of its ability to participate in the financial and operating policy decisions of BASSETS through representation on the board of directors of BASSETS.



## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

#### (a) Critical Judgements Made in Applying Accounting Policies (Cont'd)

##### (xii) Loss of control over Berjaya Kyoto Development (S) Pte Ltd ("BKDS")

The Company and BCorp are the 2 shareholders of BKDS, each holding 50% equity interest in BKDS respectively. However, based on the subscription agreement between the Company, BCorp and BKDS on 21 July 2015, BCorp has the right to nominate and appoint the majority number of directors onto the board of directors of BKDS and to direct the relevant activities that affect the returns of BKDS. As such, in accordance to FRS 10, the Company has ceased to have control over BKDS and regards BKDS as its associated company.

##### (xiii) Recoverability of prepayments for the relocation of turf club project

A subsidiary company, Berjaya Tagar Sdn Bhd (formerly known as Selat Makmur Sdn Bhd) ("BTsB") had in 2004, entered into a sale and purchase agreement ("SPA") to acquire several parcels of land from a related company, BerjayaCity Sdn Bhd ("BCity") for the relocation of turf club project as disclosed in Note 48(g). The transaction relating to the relocation of the turf club is still pending the fulfillment of several conditions precedent which are detailed in the same note, of which several conditions precedent affect the SPA with BCity.

At the reporting date, BTsB had made prepayments totalling RM230,724,000 (2015 : RM230,724,000) in respect of this project. In the event the SPA with BCity is not completed due to non-performance by BCity, BTsB has legal recourse under the SPA to seek relief and/or recover the payments made.

##### (xiv) Financial guarantee contracts

The Company determines the fair value of the guarantees at initial recognition based on the likelihood of the guaranteed party defaulting within the guaranteed period and estimates the loss exposure after considering the value of physical assets pledged for the loans/borrowings obtained from external financiers.

The Company has assessed the existing financial guarantee contracts and determined that the guarantees are more likely not to be called upon by the financiers. The financial impact of such guarantees is not material.

#### (b) Key Sources of Estimation Uncertainty

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are explained below.

##### (i) Fair values of the Gaming Rights, Dealerships and Customer Relationships

The Gaming Rights, Dealerships and Customer Relationships have been valued based on the Multi-period Excess Earnings Method. This valuation method requires the Group to make estimates about expected future profits from operations, discount rates and useful lives, and hence they are subject to uncertainties.

The carrying amounts of the Gaming Rights, Dealerships and Customer Relationships at 30 April 2016 are disclosed in Note 11.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

##### (b) Key Sources of Estimation Uncertainty (Cont'd)

###### (ii) Impairment of property, plant and equipment

During the current financial year, the Group has recognised a net reversal of impairment loss in respect of certain subsidiary companies' property, plant and equipment. The Group carried out the impairment test based on the assessment of the fair value of the respective assets' or cash generating units' ("CGU") fair value less costs to sell or based on the estimation of the value-in-use ("VIU") of the CGU to which the property, plant and equipment are allocated. Estimating the VIU requires the Group to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. Further details of the net impairment loss recognised are disclosed in Note 3(a).

The carrying amount of property, plant and equipment of the Group as at 30 April 2016 are disclosed in Note 3.

###### (iii) Depreciation of property, plant and equipment

The costs of hotel properties are depreciated on a straight-line basis over their remaining useful lives. Management estimates that these hotel properties have a useful life of 50 years from the date of completion or from the date of acquisition, based on normal life expectancies applied in the hotel industry. The remaining useful lives of the Group's hotel properties range between 17 and 49 years. The residual values of the hotel properties are estimated by the Group based on their age and their condition at the end of their useful lives.

The useful lives and residual values of other components of property, plant and equipment are also estimated based on the normal life expectancies and commercial factors applied in the various respective industries.

The estimated useful lives of property, plant and equipment are reviewed periodically and changes in expected level of usage, occupancy rates and economic development could impact the economic useful lives and the residual values of these assets, and hence future depreciation charges on such assets could be revised.

###### (iv) Amortisation of Gaming Rights - ELA and Customer Relationships

Intangible asset with a finite useful life is amortised by allocating its depreciable amount on a systematic basis over its useful life. Useful life is the period over which the intangible asset is expected to generate economic benefits. Depreciable amount is the carrying amount of the intangible asset less its residual value.

The useful life of Gaming Rights - ELA is estimated to be 5 years whilst its residual value is assumed to be zero in the absence of an active market. The carrying amount of Gaming Rights - ELA is now amortised on a straight line basis over its useful life of 5 years.

The Group estimates the useful lives of Customer Relationships based on the period over which the assets are expected to generate economic benefits to the Group. The estimated useful lives of Customer Relationships are reviewed periodically.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

#### (b) Key Sources of Estimation Uncertainty (Cont'd)

- (v) Impairment of investments in subsidiary companies, associated companies and joint ventures

The Group and the Company conduct an annual impairment review of their investments in subsidiary companies, associated companies and joint ventures. The Group and the Company carried out the impairment test based on the assessment of the fair value less costs to sell of the investees' assets or CGU or based on the estimation of the VIU of the CGU of the investees. Estimating the VIU requires the Company to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows. An impairment loss will be recognised if the carrying values of these CGU are assessed to be in excess of their VIU.

The annual impairment review resulted in the following:

- a) the Company recognising a net impairment loss in respect of its investment in subsidiary companies. Details of the net impairment loss recognised are disclosed in Note 7; and
- b) the Group recognising impairment losses in respect of its investments in an associated company which is quoted outside Malaysia. Details of the impairment losses recognised are disclosed in Note 8.

The Group did not recognise any impairment in value of an associated company, of which its shares are quoted in Malaysia, as the Directors have determined its recoverable amount to be higher than its carrying value.

No impairment loss has been recognised in respect of the investments in joint ventures.

The carrying amounts of investments in associated companies and joint ventures of the Group are disclosed in Notes 8 and 9 respectively whilst the carrying amounts of investments in subsidiary companies of the Company are disclosed in Note 7.

- (vi) Impairment of Gaming Rights, Dealerships, Customer Relationships and goodwill

The Group performs an impairment test on its Gaming Rights, Dealerships, Customer Relationships and goodwill at least on an annual basis or when there is evidence of impairment. This requires an estimation of the VIU of the CGU to which the Gaming Rights, Dealerships, Customer Relationships and goodwill are allocated. Estimating a VIU amount requires the management to make an estimate of the expected future cash flows from the CGU and also to choose a suitable discount rate in order to calculate the present value of those cash flows.

During the current financial year, the Group recognised certain impairment loss in respect of:

- a) goodwill allocated to the Malaysian toto betting operations; and
- b) Gaming Rights - ELA allocated to the Philippines leasing of online lottery equipment operations, as the carrying values of these CGUs were assessed to be in excess of their respective VIU.

The Malaysian toto betting operations were affected by the continued challenging economic and regulatory environment. The Gaming Rights - ELA was subject to an impairment test as the Group has reassessed that its useful life is no longer indefinite.

With regards to the impairment review of the CGU for the Dealerships and Customer Relationships, the Group has assessed the VIU amounts that could sufficiently address the carrying amount of these CGUs.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

#### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

##### (b) Key Sources of Estimation Uncertainty (Cont'd)

(vi) Impairment of Gaming Rights, Dealerships, Customer Relationships and goodwill (Cont'd)

The carrying amounts of Gaming Rights, Dealerships, Customer Relationships and goodwill of the Group as at 30 April 2016 are disclosed in Note 11.

(vii) Impairment of assets held for sale

An impairment in value of assets held for sale amounting to RM131,612,000 was recognised in respect of the sale of project by Berjaya (China) Great Mall Co Ltd which is pending completion as disclosed in Note 48(e). These assets held for sale have been written down to the lower of its carrying amount and fair value less costs to sell, after taking into consideration of provisional amounts of project progress billings yet to be billed by contractors as well as various estimated business, land value appreciation and other types of taxes to be incurred.

(viii) Property development

The Group recognises property development revenue and expenses in the income statement by applying the stage of completion method. The stage of completion is determined by the proportion that property development costs incurred for work performed to date bear to the estimated total property development costs.

Significant judgement is required in determining the stage of completion, the extent of the property development costs incurred, the estimated total property development revenue and costs, as well as the recoverability of the development projects. In making the judgement, the Group evaluates based on past experience and by relying on the work of specialists. Details of property development costs are disclosed in Note 12.

(ix) Impairment of loans and receivables

The Group assesses at each reporting date whether there is any objective evidence that a receivable is impaired. To determine whether there is objective evidence of impairment, the Group considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments.

Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. Details of impairment of loans and receivables are disclosed in Note 14.

(x) Income tax

Significant estimation is involved in determining the provision for income taxes. There are certain transactions and computations for which the ultimate tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for expected tax issues based on estimates of whether additional taxes will be due. Where the final outcome of these matters are different from the amounts initially recognised, such differences will impact the income tax and deferred tax provisions in the period in which such determination is made. Details of income tax expense are disclosed in Note 37.

## 2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### 2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

#### (b) Key Sources of Estimation Uncertainty (Cont'd)

##### (xi) Deferred tax assets

Deferred tax assets are recognised for all unused tax losses, unabsorbed capital allowances, unabsorbed investment tax allowances and other deductible temporary differences to the extent that it is probable that taxable profit will be available against which the losses, capital allowances and investment tax allowances can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and level of future taxable profits together with future tax planning strategies. Details of deferred tax assets are disclosed in Note 25.

##### (xii) Inventory valuations

The Group holds significant inventories of used cars in the United Kingdom. Trade guides and other publications are used to assist in the assessment of the carrying values of these cars at the reporting date and write-downs taken as necessary.

##### (xiii) Fair value gain on remeasurement of investment retained as an associated company

The fair value gain on remeasurement of investment in BKDS retained as an associated company upon the loss of control by the Group over BKDS of RM96,313,000 is based on the Group's share of the valuation of BKDS's hotel development project amounting to JPY42,813,000,000 (equivalent to approximately RM1,318,000,000), less budgeted costs to complete the project. The valuation was conducted by an independent qualified valuer based in Japan, who holds recognised qualifications and has experience in valuing this type of hotel property.

This valuation method requires making estimates about expected future cashflows/profits from operations, costs to completion and discount rates, and hence are subject to uncertainties.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 3 PROPERTY, PLANT AND EQUIPMENT

#### GROUP

At 30 April 2016	Net carrying amount at 1.5.2015 RM'000	Reclassification RM'000	Transfers/ Adjustments RM'000	Additions RM'000	Acquisition of subsidiary company RM'000	Disposal of subsidiary company RM'000	Impairment losses net of reversals RM'000	Write-off/ Disposals RM'000	Depreciation and amortisation RM'000	Exchange differences RM'000	Net carrying amount at 30.4.2016 RM'000
Freehold land	106,604	-	-	-	-	-	-	-	-	553	107,157
Long leasehold land	53,456	-	-	-	-	-	-	-	(869)	-	52,587
Short leasehold land	48,494	-	-	-	-	-	-	-	(1,236)	-	47,258
Buildings	1,082,854	5,834	-	23,101	-	-	23,057	-	(36,219)	15,593	1,114,220
Plant and equipment	24,176	365	-	16,143	895	-	8,000	(33)	(12,624)	1,141	38,063
Computer equipment	25,523	-	-	1,769	-	-	-	(174)	(8,291)	235	19,062
Renovation	52,966	-	-	31,862	857	-	-	(208)	(12,183)	2,289	75,583
Furniture and fittings	32,426	-	-	2,858	-	(53)	-	(36)	(8,377)	1,809	28,627
Office equipment	7,587	-	-	2,910	-	-	-	(32)	(2,205)	56	8,316
Motor vehicles	27,616	-	-	9,487	-	-	-	(1,368)	(7,559)	141	28,317
Aircraft	155,646	-	-	41	-	-	(16,266)	(3,614)	(9,455)	2,566	128,918
Golf course development expenditure	73,062	(5,834)	(578,106)	65,570	-	(405,480)	-	(69)	(1,149)	-	71,913
Capital work-in-progress	895,132	(365)	-	842	-	-	-	-	-	39,591	10,804
Others	1,457	-	-	-	-	-	-	(11)	(390)	40	1,573
	2,586,999	-	(578,106)	154,583	1,752	(405,533)	14,791	(5,545)	(100,557)	64,014	1,732,398

At 30 April 2015	Net carrying amount at 1.5.2014 RM'000	Reclassification RM'000	Transfers/ Adjustments RM'000	Additions RM'000	Acquisition of subsidiary company RM'000	Disposal of subsidiary company RM'000	Impairment losses net of reversals RM'000	Write-off/ Disposals RM'000	Depreciation and amortisation RM'000	Exchange differences RM'000	Net carrying amount at 30.4.2015 RM'000
Freehold land	99,535	-	-	7,147	-	-	-	-	-	(78)	106,604
Long leasehold land	53,612	-	-	506	-	-	-	-	(662)	-	53,456
Short leasehold land	49,747	-	-	-	-	-	-	-	(1,253)	-	48,494
Buildings	1,026,172	16,487	-	60,019	-	-	7,981	(289)	(33,461)	5,945	1,082,854
Plant and equipment	20,642	204	-	11,384	-	-	-	(34)	(7,933)	24,176	25,523
Computer equipment	34,351	228	-	2,066	-	-	-	(11)	(11,488)	377	25,523
Renovation	53,076	-	-	10,391	-	-	-	(179)	(10,586)	264	52,966
Furniture and fittings	37,464	649	-	2,531	-	-	-	(115)	(7,264)	(339)	32,426
Office equipment	8,892	268	-	1,018	-	-	-	(101)	(2,550)	60	7,587
Motor vehicles	31,000	(61)	-	5,409	-	-	-	(1,154)	(7,749)	171	27,616
Aircraft	264,123	-	-	-	-	-	(18,689)	(86,398)	(12,435)	9,045	155,646
Golf course development expenditure	74,216	(17,438)	(3,685)	248,841	-	-	-	-	(1,154)	-	73,062
Capital work-in-progress	640,544	(337)	-	1,006	-	-	(519)	-	-	26,870	895,132
Others	3,217	-	-	-	-	-	-	(36)	(1,889)	15	1,457
	2,396,591	-	(3,685)	350,318	-	-	(11,227)	(88,317)	(98,424)	41,743	2,586,999

## 3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

## GROUP

	Cost RM'000	Accumulated depreciation RM'000	Accumulated impairment losses RM'000	Net carrying amount RM'000
<b>At 30 April 2016</b>				
Freehold land	110,269	-	3,112	107,157
Long leasehold land	64,373	11,786	-	52,587
Short leasehold land	65,213	17,955	-	47,258
Buildings	1,504,759	374,119	16,420	1,114,220
Plant and equipment	209,376	162,022	9,291	38,063
Computer equipment	147,627	128,565	-	19,062
Renovation	175,867	100,284	-	75,583
Furniture and fittings	143,187	114,560	-	28,627
Office equipment	44,205	35,889	-	8,316
Motor vehicles	96,118	67,801	-	28,317
Aircraft	305,070	117,378	58,774	128,918
Golf course development expenditure	105,631	19,881	13,837	71,913
Capital work-in-progress	14,806	-	4,002	10,804
Others	13,743	9,322	2,848	1,573
	<b>3,000,244</b>	<b>1,159,562</b>	<b>108,284</b>	<b>1,732,398</b>

**At 30 April 2015**

Freehold land	109,716	-	3,112	106,604
Long leasehold land	64,373	10,917	-	53,456
Short leasehold land	65,213	16,719	-	48,494
Buildings	1,449,532	327,201	39,477	1,082,854
Plant and equipment	191,576	150,109	17,291	24,176
Computer equipment	146,415	120,892	-	25,523
Renovation	139,648	86,682	-	52,966
Furniture and fittings	135,763	103,337	-	32,426
Office equipment	41,539	33,952	-	7,587
Motor vehicles	94,462	66,846	-	27,616
Aircraft	326,577	127,161	43,770	155,646
Golf course development expenditure	105,631	18,732	13,837	73,062
Capital work-in-progress	899,134	-	4,002	895,132
Others	14,223	9,918	2,848	1,457
	<b>3,783,802</b>	<b>1,072,466</b>	<b>124,337</b>	<b>2,586,999</b>



## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

- (a) During the current financial year, the Group conducted a review of the recoverable amount of certain subsidiary companies' assets. The review has led to the recognition of a net reversal of impairment loss of RM14,791,000 (2015 : a net impairment loss of RM11,227,000) of certain assets as disclosed in Notes 31 and 32.

The impairment loss of RM16,266,000 (2015 : RM18,689,000) recognised in profit or loss, represented the write-down in value of aircraft, as a result of a decline in their market values. The recoverable amounts of these aircraft were RM103,542,000 (2015 : RM100,324,000) based on the estimated selling price less costs to sell.

The impairment loss of aircraft was mitigated by the reversal of impairment loss of:

- (i) RM22,883,000 in value of certain buildings and related plant and equipment based on recoverable amount of RM28,886,000 as the subsidiary company has commenced negotiations with the relevant authorities prior to reporting date and subsequently entered into a settlement agreement with the relevant authorities on surrendering of these assets. As a consequence, certain premiums incurred on the land classified under land held for development, prepaid land lease premium and property development costs amounting to RM8,802,000, RM1,018,000 and RM7,119,000 respectively would also be recoverable and are now transferred to receivables. The total recoverable amount of these premiums are RM17,319,000; and
- (ii) RM8,174,000 in value of certain properties as the fair values of these assets are higher than their carrying amounts. The fair values of these assets totalling RM256,500,000 (2015 : RM171,956,000) are based on the valuations by an independent qualified valuer. Fair values are based on primarily the comparison and the depreciable replacement cost method.
- (b) The transfers/adjustments of property, plant and equipment of the current financial year comprise mainly of a reclassification of capital work-in-progress to assets classified as held for sale by a foreign subsidiary company after it entered into an agreement to dispose of its development project.
- In the previous financial year, the transfers/adjustments of property, plant and equipment comprised mainly of the reclassification of capital work-in-progress to land held for development by a foreign subsidiary company after the change in plans of the intended hotel development.
- (c) Properties and aircraft of the Group with carrying amounts totalling RM847,322,000 (2015 : RM1,006,098,000) are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.
- (d) Carrying amounts of property, plant and equipment of the Group held under finance lease and hire purchase arrangements are as follows:

	Group	
	2016 RM'000	2015 RM'000
Motor vehicles	5,871	6,294
Aircraft	85,536	100,297
	<u>91,407</u>	<u>106,591</u>



# NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

## 3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

COMPANY	Net carrying amount at 1.5.2015 RM'000	Additions RM'000	Depreciation RM'000	Net carrying amount at 30.4.2016 RM'000
<b>At 30 April 2016</b>				
Furniture and fittings	90	19	(77)	32
Office equipment	514	214	(223)	505
Renovation	510	185	(241)	454
Motor vehicles	1,877	666	(976)	1,567
	<u>2,991</u>	<u>1,084</u>	<u>(1,517)</u>	<u>2,558</u>
	Net carrying amount at 1.5.2014 RM'000	Additions RM'000	Depreciation RM'000	Net carrying amount at 30.4.2015 RM'000
<b>At 30 April 2015</b>				
Furniture and fittings	165	-	(75)	90
Office equipment	416	255	(157)	514
Renovation	722	10	(222)	510
Motor vehicles	1,922	600	(645)	1,877
	<u>3,225</u>	<u>865</u>	<u>(1,099)</u>	<u>2,991</u>
		Cost RM'000	Accumulated depreciation RM'000	Net carrying amount RM'000
<b>At 30 April 2016</b>				
Furniture and fittings		2,043	2,011	32
Office equipment		7,007	6,502	505
Renovation		3,190	2,736	454
Motor vehicles		6,862	5,295	1,567
		<u>19,102</u>	<u>16,544</u>	<u>2,558</u>
		Cost RM'000	Accumulated depreciation RM'000	Net carrying amount RM'000
<b>At 30 April 2015</b>				
Furniture and fittings		2,024	1,934	90
Office equipment		6,793	6,279	514
Renovation		3,005	2,495	510
Motor vehicles		6,622	4,745	1,877
		<u>18,444</u>	<u>15,453</u>	<u>2,991</u>

Motor vehicles of the Company with carrying amounts totalling RM1,434,000 (2015 : RM1,637,000) are held under hire purchase arrangements.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 4 INVESTMENT PROPERTIES

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	607,758	642,724
Additions during the year	2,800	30
Adjustments/Disposals during the year	-	(32)
Transfer to assets classified as held for sale (Note 18)	-	(25,750)
Net fair value adjustments (Notes 31 and 32)	11,345	(9,214)
At 30 April 2016/2015	<u>621,903</u>	<u>607,758</u>

Investment properties comprise a number of commercial and other properties leased under operating leases to third and related parties.

Investment properties with carrying amounts totalling RM36,710,000 (2015 : RM36,710,000) are held under lease terms.

Applications for the sub-division and strata titles of the certain leasehold land and buildings (where applicable) of certain subsidiary companies have been submitted to the relevant authorities for processing.

In the previous financial year, a subsidiary company of the Group entered into an agreement to dispose of 371.87 acres of land with a carrying amount of RM25,750,000. This land was then reclassified to assets classified as held for sale.

The carrying amounts of the investment properties were based on a valuation by an independent qualified valuer, who holds recognised qualifications and has relevant experience in valuing these type of properties. Fair value is determined primarily based on the comparison method.

Fair value hierarchy disclosures for investment properties have been provided in Note 44.

Investment properties with carrying amounts totalling RM454,240,000 (2015 : RM443,897,000) are pledged to financial institutions for credit facilities granted to the Company and certain subsidiary companies.

### 5 LAND HELD FOR DEVELOPMENT

	Group	
	2016 RM'000	2015 RM'000
At cost:		
At 1 May 2015/2014:		
- freehold land	360,931	378,980
- long leasehold land	33,844	33,915
- land use rights/land lease premium	174,175	163,653
- development costs	297,267	282,532
	<u>866,217</u>	<u>859,080</u>
Additions:		
- freehold land	33,715	3,488
- development costs	4,303	6,247
	<u>38,018</u>	<u>9,735</u>

5 LAND HELD FOR DEVELOPMENT (CONT'D)

	Group	
	2016 RM'000	2015 RM'000
Transfers/Adjustments during the year:		
- freehold land	475,133	(28,434)
- long leasehold land	(8,802)	(71)
- land use rights/land lease premium	(7,742)	-
- development costs	471,261	(581)
	<u>929,850</u>	<u>(29,086)</u>
Disposal:		
- freehold land	(222,431)	-
- development costs	(145,755)	-
	<u>(368,186)</u>	<u>-</u>
Exchange differences:		
- freehold land	17,435	6,897
- land use rights/land lease premium	11,190	10,522
- development costs	12,756	9,069
	<u>41,381</u>	<u>26,488</u>
Total costs at 30 April 2016/2015	<u>1,507,280</u>	<u>866,217</u>
Accumulated impairment losses:		
At 1 May 2015/2014	(16,329)	(22,329)
Reversal of impairment loss	8,802	6,000
Total accumulated impairment loss at 30 April 2016/2015	<u>(7,527)</u>	<u>(16,329)</u>
Carrying amount at 30 April 2016/2015	<u>1,499,753</u>	<u>849,888</u>

Included in land held for development is the Jeju Project referred to in Notes 2.5(a)(ix) and 41. During the current financial year, certain parcels of land of this project with carrying amount of RM367,117,000 are disposed, as disclosed in Note 41. The recovery of the remaining carrying amount of RM541,965,000 on the Jeju Project is subject to the outcome of the lawsuit as disclosed in Note 2.5(a)(ix).

During the current financial year, a subsidiary company recognised a reversal of impairment loss totalling RM8,802,000, as referred to in Note 3(a)(i).

In the previous financial year, a subsidiary company entered into an agreement to dispose of 297.18 acres of land with a carrying amount of RM32,259,000. This land was then reclassified to assets classified as held for sale.

Land held for development with carrying amounts totalling RM536,241,000 (2015: RM327,436,000) are pledged to a licensed bank for credit facility granted to the Company and a subsidiary company.

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### 6 PREPAID LAND LEASE PREMIUM

	Group	
	2016 RM'000	2015 RM'000
Prepaid land lease premium	1,018	1,034
Less: Transfer to receivables	(1,018)	-
Less: Current portion of prepaid land lease premium (Note 14)	-	(16)
	<u>-</u>	<u>1,018</u>

During the current financial year, this amount is transferred to receivables as referred to in Note 3(a)(i).

### 7 SUBSIDIARY COMPANIES

	Company	
	2016 RM'000	2015 RM'000
Quoted shares, at cost	252,366	247,785
Unquoted shares, at cost	2,640,300	2,636,500
	<u>2,892,666</u>	<u>2,884,285</u>
Less: Accumulated impairment losses of unquoted shares	(238,227)	(227,343)
	<u>2,654,439</u>	<u>2,656,942</u>
Market value of quoted shares	<u>592,114</u>	<u>630,461</u>

Details of the subsidiary companies are set out in Note 51.

At the reporting date, the Company conducted an impairment review of the investments in certain subsidiary companies, principally based on the Company's share of net assets in these subsidiary companies, which represents the directors' estimation of fair value less costs to sell of these subsidiary companies.

The review gave rise to the recognition of a net impairment loss of investments in subsidiary companies of RM10,884,000 (2015 : RM5,083,000) as disclosed in Notes 31 and 32 based on recoverable amounts of RM206,994,000 (2015 : RM254,364,000). The Company also recognised a writeback of investment costs amounting to RM3,800,000 (2015 : RMNil) as disclosed in Note 31.

Included in the writeback of investment costs of the current financial year, is an amount of RM2,000,000 relating to a subsidiary company operating a recreational facility (water theme park). The writeback was a result of a settlement agreement entered into subsequent to the financial year end, with the relevant authorities on surrendering of assets, for which negotiations have commenced before the reporting date. The Directors have assessed that notwithstanding that the settlement agreement was entered into subsequent to the financial year end, as at reporting date there were reasonable indications that the agreement would be successfully entered into subsequently and that they do not foresee any impediments in fulfilling the remaining obligations relating to this agreement to facilitate the completion of this transaction. This has also resulted in a reversal of impairment loss and writeback of amounts owing by this subsidiary company of RM199,700,000 as included in Notes 14 and 31.

**7 SUBSIDIARY COMPANIES (CONT'D)**

Certain quoted shares in subsidiary companies of the Group and of the Company with carrying amounts totalling RM1,234,287,000 and RM246,782,000 (2015 : RM1,230,619,000 and RM246,811,000) respectively are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

**(a) Acquisition of subsidiary companies**

During the current financial year, H.R. Owen Plc, a subsidiary company of BToto Group completed the acquisition of 50,000 ordinary shares of GBP1.00 each representing 100% equity interest in Bodytechnics Limited, for a total cash consideration of GBP2,609,000 (equivalent to approximately RM16,941,000).

The fair values of the identifiable assets and liabilities of the acquisitions as at the date of acquisition were as follows:

<b>Group</b>	<b>2016 RM'000</b>
Non-current assets	1,752
Current assets	10,294
	<u>12,046</u>
Non-current liabilities	35
Current liabilities	4,474
	<u>4,509</u>
Net assets acquired	7,537
Goodwill on acquisition (Note 11)	5,573
Customer relationships on acquisition (Note 11)	3,831
Total cost of acquisition	<u>16,941</u>

The net cash flows on acquisition during the financial year are as follows:

<b>Group</b>	<b>2016 RM'000</b>
Purchase consideration satisfied by cash	16,941
Cash and cash equivalents of subsidiary company acquired	(3,227)
Net cash outflow on acquisition of a subsidiary company at date of acquisition	<u>13,714</u>

During the previous financial year, the Group completed:

- (i) the incorporation of BHR (Cayman) Limited, a wholly-owned subsidiary company of Berjaya Leisure (Cayman) Limited;
- (ii) the acquisition of additional 49% equity interest in KDE Recreation Berhad ("KDE") by Berjaya Vacation Club Berhad ("BVC") for a total cash consideration of RM17,100,000. KDE is now a wholly-owned subsidiary company of BVC; and
- (iii) the acquisition of additional 40% equity interest in ANSA Hotel KL Sdn Bhd (formerly known as Absolute Prestige Sdn Bhd) ("AHKL") by Sinar Merdu Sdn Bhd ("SMSB") for a total cash consideration of RM23,160,000. AHKL is now a wholly-owned subsidiary company of SMSB.

# NOTES TO THE FINANCIAL STATEMENTS

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## 7 SUBSIDIARY COMPANIES (CONT'D)

### b) Disposal of subsidiary companies

During the current financial year, the Group completed the following:

- (i) the deemed disposal of 50% of the Group's equity interest in Berjaya Kyoto Development (S) Pte Ltd ("BKDS") after BCorp subscribed for 1 ordinary share in BKDS for cash consideration of SGD34,660,000 (equivalent to approximately RM96,313,000). As disclosed in Note 2.5(a)(xii), the Group has assessed that it ceased to have control over BKDS pursuant to the requirements of FRS 10;
- (ii) the disposal of 100% equity interest in Mantra Design Sdn Bhd ("MDSB") by the Company for RM2.00 and the full settlement of amount owing by MDSB to the Company of RM12,432;
- (iii) the dilution of the Group's interest in Asia Jet Partners Malaysia Sdn Bhd (formerly known as Berjaya Airport Services Sdn Bhd) ("AJM") from 100% to 51%, after Asia Jet Partners Holdings Limited subscribed for 735,000 shares in AJM's enlarged share capital of 1,500,000 ordinary shares of RM1.00 each, for a cash consideration of RM735,000. Consequently AJM is now regarded as a joint venture of the Group;
- (iv) the winding up of Sports Toto Malaysia Trust ("STM Trust") by BToto Group, upon the completion of the termination of trust deed between Sports Toto Malaysia Management Pte Ltd ("STMM") as the trustee-manager for STM Trust and Berjaya Sports Toto (Cayman) Limited, a wholly-owned subsidiary of BToto, as the sole holder of units in STM Trust; and
- (v) the striking off of STMM from the Register of the Accounting and Corporate Authority ("ACRA") of Singapore.

The analysis of the effects of the deemed disposal of BKDS retained as an associated company on cash flows in the current financial year are as follows:

Group	2016 RM'000
Property, plant and equipment	405,533
Net other liabilities disposed	(495,139)
Add: Gain on remeasurement (Note (i))	141,116
Less: Reclassification to associated company at fair value	(96,313)
	(44,803)
Excluding: Cash and cash equivalents of a subsidiary company deemed disposed	(26,829)
Add: Gain on deemed disposal (Note (ii))	44,803
Net cash outflow from deemed disposal of a subsidiary company	(26,829)
(i) Gain on remeasurement	141,116
Foreign currency translation reserve transferred to profit or loss upon deemed disposal	(18,845)
Net gain on remeasurement recognised in profit or loss (Note 31)	122,271
(ii) Gain on deemed disposal	44,803
Foreign currency translation reserve transferred to profit or loss upon deemed disposal	(18,845)
Net gain on deemed disposal recognised in profit or loss (Note 31)	25,958

Items (ii) and (iii) above do not have any material impact to the Group.

## 7 SUBSIDIARY COMPANIES (CONT'D)

## c) Subsidiary companies with material non-controlling interests

Set out below are the non-controlling interests of the subsidiary companies which the Group regards as material. The equity interests held by non-controlling interests are as follows:

Name	Equity interest held by non-controlling interests	
	2016 %	2015 %
BToto (on a consolidated basis)	58.90	59.08
Berjaya (China) Great Mall Co Ltd ("GMOC")	49.00	49.00
Berjaya Jeju Resort Limited ("BJeju")	27.40	27.40

Summarised financial information in respect of material subsidiary companies of the Group is set out below. These financial information are the amounts before inter-company elimination and after fair value adjustments arising from business combination, where applicable.

Group At 30 April 2016	BToto RM'000	GMOC RM'000	BJeju RM'000	Total RM'000
Non-current assets	5,173,852	1,000	545,252	5,720,104
Current assets	1,375,662	1,596,879	9,821	2,982,362
Non-current liabilities	(738,601)	(211,243)	-	(949,844)
Current liabilities	(1,098,944)	(887,497)	(80,609)	(2,067,050)
Net assets	4,711,969	499,139	474,464	5,685,572
Equity attributable to:				
- owners of the parent	4,638,013	499,139	474,464	5,611,616
- non-controlling interests	73,956	-	-	73,956
Total equity	4,711,969	499,139	474,464	5,685,572
<b>At 30 April 2015</b>				
Non-current assets	5,114,029	559,313	392,161	6,065,503
Current assets	1,074,769	419,198	439,343	1,933,310
Non-current liabilities	(504,033)	(160,683)	(331,000)	(995,716)
Current liabilities	(990,098)	(174,890)	(27,572)	(1,192,560)
Net assets	4,694,667	642,938	472,932	5,810,537
Equity attributable to:				
- owners of the parent	4,623,597	642,938	472,932	5,739,467
- non-controlling interests	71,070	-	-	71,070
Total equity	4,694,667	642,938	472,932	5,810,537

# NOTES TO THE FINANCIAL STATEMENTS

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## 7 SUBSIDIARY COMPANIES (CONT'D)

### c) Subsidiary companies with material non-controlling interests (Cont'd)

Group Year ended 30 April 2016	BToto RM'000	GMOC RM'000	BJeju RM'000	Total RM'000
Revenue	5,563,227	-	-	5,563,227
Profit/(Loss) for the year	318,092	(186,142)	(16,093)	115,857
Other comprehensive income	7,528	10,422	337	18,287
Total comprehensive income	325,620	(175,720)	(15,756)	134,144
Profit/(Loss) for the year attributable to:				
- owners of the parent	308,640	(186,142)	(16,093)	106,405
- non-controlling interests	9,452	-	-	9,452
	318,092	(186,142)	(16,093)	115,857
Total comprehensive income attributable to:				
- owners of the parent	322,734	(175,720)	(15,756)	131,258
- non-controlling interests	2,886	-	-	2,886
	325,620	(175,720)	(15,756)	134,144
Net cash generated from/(used in):				
- operating activities	397,754	518,608	(73,195)	843,167
- investing activities	(141,811)	(648,845)	366,338	(424,318)
- financing activities	(152,825)	118,647	(348,957)	(383,135)
Net change in cash and cash equivalents	103,118	(11,590)	(55,814)	35,714
Dividends paid to non-controlling interests	131,011	-	-	131,011
<b>Year ended 30 April 2015</b>				
Revenue	5,288,356	-	-	5,288,356
Profit/(Loss) for the year	373,304	(8,078)	(7,261)	357,965
Other comprehensive income	25,996	(393)	(282)	25,321
Total comprehensive income	399,300	(8,471)	(7,543)	383,286
Profit/(Loss) for the year attributable to:				
- owners of the parent	361,610	(8,078)	(7,261)	346,271
- non-controlling interests	11,694	-	-	11,694
	373,304	(8,078)	(7,261)	357,965



7 SUBSIDIARY COMPANIES (CONT'D)

c) Subsidiary companies with material non-controlling interests (Cont'd)

Group Year ended 30 April 2015	BToto RM'000	GMOC RM'000	BJeju RM'000	Total RM'000
Total comprehensive income attributable to:				
- owners of the parent	391,899	(8,471)	(7,543)	375,885
- non-controlling interests	7,401	-	-	7,401
	<u>399,300</u>	<u>(8,471)</u>	<u>(7,543)</u>	<u>383,286</u>
Net cash generated from/(used in):				
- operating activities	390,660	(94,311)	(147,943)	148,406
- investing activities	(46,492)	(109,835)	(12,592)	(168,919)
- financing activities	(414,492)	205,149	196,038	(13,305)
Net change in cash and cash equivalents	<u>(70,324)</u>	<u>1,003</u>	<u>35,503</u>	<u>(33,818)</u>
Dividends paid to non-controlling interests	<u>187,871</u>	<u>-</u>	<u>-</u>	<u>187,871</u>

8 ASSOCIATED COMPANIES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Quoted shares in Malaysia, at cost	162,044	162,044	40,591	40,591
Quoted shares outside Malaysia, at cost	101,490	101,490	-	-
Unquoted shares, at cost	104,386	84,105	1,800	1,800
Unquoted share, at fair value	96,313	-	-	-
Exchange differences	8,537	1,967	-	-
	<u>472,770</u>	<u>349,606</u>	<u>42,391</u>	<u>42,391</u>
Share of post acquisition reserves	102,685	90,752	-	-
	<u>575,455</u>	<u>440,358</u>	<u>42,391</u>	<u>42,391</u>
Less: Accumulated impairment losses				
- quoted shares outside Malaysia	(44,949)	(16,299)	-	-
- unquoted shares	(46,044)	(46,044)	(1,800)	(1,800)
	<u>(90,993)</u>	<u>(62,343)</u>	<u>(1,800)</u>	<u>(1,800)</u>
Total investments in associated companies	<u>484,462</u>	<u>378,015</u>	<u>40,591</u>	<u>40,591</u>
Represented by:				
Carrying amount of:				
- quoted shares in Malaysia	316,217	296,175	40,591	40,591
- quoted shares outside Malaysia	16,977	48,323	-	-
- unquoted shares	151,268	33,517	-	-
	<u>484,462</u>	<u>378,015</u>	<u>40,591</u>	<u>40,591</u>

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### 8 ASSOCIATED COMPANIES (CONT'D)

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Fair value of quoted shares:				
- in Malaysia	123,935	130,210	26,279	27,609
- outside Malaysia	16,977	48,323	-	-

Details of the associated companies are set out in Note 51.

Following the deemed disposal of BKDS, as explained in Note 2.5(a)(xii), the Group now regards BKDS as its associated company.

During the current financial year, the Group recognised total impairment loss amounting to RM28,650,000 (2015 : RM17,304,000) as disclosed in Note 32, in respect of one of its quoted associated companies with recoverable amount of RM16,977,000 (2015 : RM48,323,000).

The Group and the Company did not recognise any impairment in value of an associated company, BAssets of which its shares are quoted in Malaysia, as the Directors have determined its recoverable amount to be higher than its carrying value. The recoverable amount of BAssets is based on the Group's share of its net assets after accounting for the fair values of BAssets' investment properties, which are its principal assets, less costs to sell.

The Group regards BKDS, BAssets and Informatics Education Limited ("Informatics") as its material associated companies.

Summarised financial information in respect of material associated companies of the Group is set out below. These financial information represent the amounts in the financial statements of the associated companies and not the Group's share of those amounts.

Group At 30 April 2016	BKDS RM'000	BAssets RM'000	Informatics RM'000	Total RM'000
Non-current assets	1,083,672	3,190,116	877	4,274,665
Current assets	227,316	294,046	52,189	573,551
Non-current liabilities	(789,989)	(788,664)	-	(1,578,653)
Current liabilities	(524,673)	(425,531)	(15,272)	(965,476)
Net assets	(3,674)	2,269,967	37,794	2,304,087
Equity attributable to:				
Owners of the associated company	(3,674)	2,260,437	37,794	2,294,557
Non-controlling interests of the associated company	-	9,530	-	9,530
	(3,674)	2,269,967	37,794	2,304,087

#### At 30 April 2015

Non-current assets	-	3,085,970	1,346	3,087,316
Current assets	-	331,700	70,242	401,942
Non-current liabilities	-	(593,464)	-	(593,464)
Current liabilities	-	(287,611)	(23,888)	(311,499)
Net assets	-	2,536,595	47,700	2,584,295

## 8 ASSOCIATED COMPANIES (CONT'D)

Group At 30 April 2015	BKDS RM'000	BAssets RM'000	Informatics RM'000	Total RM'000
Equity attributable to:				
Owners of the associated company	-	2,118,182	47,700	2,165,882
Non-controlling interests of the associated company	-	418,413	-	418,413
	-	2,536,595	47,700	2,584,295

## Year ended 30 April 2016

Revenue	-	391,993	38,251	430,244
(Loss)/Profit for the period/year	(31,977)	24,200	(14,762)	(22,539)
Other comprehensive income	21,332	832	1,180	23,344
Total comprehensive income	(10,645)	25,032	(13,582)	805
(Loss)/Profit for the period/year attributable to:				
- owners of the associated company	(31,977)	17,192	(14,762)	(29,547)
- non-controlling interests of the associated company	-	7,008	-	7,008
	(31,977)	24,200	(14,762)	(22,539)
Total comprehensive income attributable to:				
- owners of the associated company	(10,645)	17,343	(13,582)	(6,884)
- non-controlling interests of the associated company	-	7,689	-	7,689
	(10,645)	25,032	(13,582)	805
Dividends received from the associated company during the year	-	1,570	-	1,570

## Year ended 30 April 2015

Revenue	-	416,033	41,613	457,646
Profit/(Loss) for the year	-	83,851	(12,822)	71,029
Other comprehensive income	-	(10,254)	(1,229)	(11,483)
Total comprehensive income	-	73,597	(14,051)	59,546
Profit/(Loss) for the year attributable to:				
- owners of the associated company	-	73,799	(12,822)	60,977
- non-controlling interests of the associated company	-	10,052	-	10,052
	-	83,851	(12,822)	71,029

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### 8 ASSOCIATED COMPANIES (CONT'D)

Group Year ended 30 April 2015	BKDS RM'000	BAssets RM'000	Informatics RM'000	Total RM'000
Total comprehensive income attributable to:				
- owners of the associated company	-	64,543	(14,051)	50,492
- non-controlling interests of the associated company	-	9,054	-	9,054
	-	73,597	(14,051)	59,546
Dividends received from the associated company during the year	-	3,137	-	3,137

Reconciliation of the summarised financial information presented above to the carrying value of the the Group's interest in associated companies

Group 2016	BKDS RM'000	BAssets RM'000	Informatics RM'000	Total RM'000
Attributable to the owners of associated companies:				
Net assets at 1 May 2015	-	2,118,182	47,700	2,165,882
Net assets at date of deemed acquisition	6,708	-	-	6,708
(Loss)/Profit for the period/year	(31,977)	17,192	(14,762)	(29,547)
Dividend paid during the year	-	(11,130)	-	(11,130)
Other comprehensive income	21,332	151	1,180	22,663
Partial acquisition of a subsidiary company	-	136,042	-	136,042
Exchange differences	263	-	3,676	3,939
Net assets at 30 April 2016	(3,674)	2,260,437	37,794	2,294,557
Group's equity interest	50%	14.09%	27.09%	
Interest in net assets of associated companies	(1,837)	318,496	10,238	326,897
Less: Intragroup adjustments	465	(2,279)	(525)	(2,339)
Fair value remeasurement	96,313	-	-	96,313
Goodwill (net of impairment loss)	-	-	7,264	7,264
Carrying value of Group's interest in associated companies	94,941	316,217	16,977	428,135

#### 2015

Attributable to the owners of associated companies:				
Net assets at 1 May 2014	-	2,081,613	60,093	2,141,706
Profit/(Loss) for the year	-	73,799	(12,822)	60,977
Dividend paid during the year	-	(22,261)	-	(22,261)
Other comprehensive income	-	(10,254)	(1,229)	(11,483)
Partial disposal of a subsidiary company	-	(4,715)	-	(4,715)
Exchange differences	-	-	1,658	1,658
Net assets at 30 April 2015	-	2,118,182	47,700	2,165,882

**8 ASSOCIATED COMPANIES (CONT'D)**

Reconciliation of the summarised financial information presented above to the carrying value of the the Group's interest in associated companies

<b>Group 2015</b>	<b>BKDS RM'000</b>	<b>BAssets RM'000</b>	<b>Informatics RM'000</b>	<b>Total RM'000</b>
Group's equity interest	0.00%	14.09%	27.09%	
Interest in net assets of associated companies	-	298,452	12,922	311,374
Less: Intragroup adjustments	-	(2,277)	(513)	(2,790)
Goodwill	-	-	35,914	35,914
Carrying value of Group's interest in associated companies	-	296,175	48,323	344,498

Aggregate information of associated companies that are not individually material

<b>Group</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
The Group's share of profit for the year, representing total comprehensive income	892	3,199
Aggregate carrying amount of the Group's interests in these associated companies	56,327	33,517

The Group has discontinued recognition of its share of losses of certain associated companies because the share of losses of these associated companies has exceeded the Group's interests in these associated companies. As such, during the current financial year, the Group did not recognise its share of the current year losses of these associated companies amounting to RM30,000 (2015 : RM1,383,000) and the Group's cumulative share of unrecognised losses of these associated companies amounted to RM25,022,000 (2015 : RM24,992,000).

Certain key associated companies of the Group, namely Berjaya Assets Berhad and Informatics Education Limited, both of which are listed entities, have financial year end of 30 June and 31 March respectively, which are not coterminous with the financial year end of the Group. For the purpose of applying the equity method of accounting for these associates, with financial year ends of 30 June and 31 March, the last audited financial statements available and the latest quarterly financial statements announced in the respective stock exchange, made up to a period of no more than 1 month difference from the Group's financial year end have been used. Management has assessed that this would be the most practical method of applying the equity method of accounting for these entities.

Certain quoted shares of the Group and of the Company with carrying amounts of RM149,433,000 and RM40,591,000 (2015 : RM155,635,000 and RM40,591,000) respectively are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

## NOTES TO THE FINANCIAL STATEMENTS

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### 9 JOINT VENTURES

	Group	
	2016 RM'000	2015 RM'000
Contributed legal capital/cost of investment	263,267	262,502
Share of post-acquisition reserves	(193,610)	(192,111)
Exchange differences	4,297	3,065
	73,954	73,456
Less: Accumulated impairment losses	(28,644)	(28,644)
	45,310	44,812

Details of the joint ventures are as follows:

Name of Joint Ventures	Country of Incorporation	Principal Activities	Equity Interest Held	
			2016 %	2015 %
Berjaya-Handico12 Co Ltd	Socialist Republic of Vietnam	Property investment and development	80	80
Berjaya Hotay Joint Venture Company Limited	Socialist Republic of Vietnam	Developer and operator of an international standard five star hotel and provision of related services	50	70
T.P.C. Nghi Tam Village Ltd	Socialist Republic of Vietnam	Developer and operator of an international standard five star hotel	75	75
RC Hotel and Resort JV Holdings (BVI) Company Limited	British Virgin Islands	Investment holding	56.67	56.67
Asia Jet Partners Malaysia Sdn Bhd (formerly known as Berjaya Airport Services Sdn Bhd)	Malaysia	Aircraft charter services and related business	51	-

The Group has discontinued recognition of its share of losses of certain joint ventures because the share of losses of these joint ventures have exceeded the Group's interest in these joint ventures. As such, during the current financial year, the Group did not recognise its share of the current year losses of these joint ventures and the Group's cumulative share of unrecognised losses of these joint ventures amounted to RM14,599,000.

For the previous financial year, the Group regarded Berjaya Hotay Joint Venture Company Limited ("BHotay") and T.P.C. Nghi Tam Village Ltd ("TPC") as its material joint ventures. TPC is now assessed to be no longer a material joint venture. Hence, only BHotay remains a material joint venture of the Group for the current financial year.

**9 JOINT VENTURES (CONT'D)**

Summarised financial information in respect of the material joint venture of the Group is set out below. These financial information represents the amounts in the financial statements of the joint venture after fair value adjustments arising from business combination and not the Group's share of those amounts.

Group	2016	2015	
	BHotay RM'000	BHotay RM'000	TPC RM'000
Non-current assets	247,650	243,822	358,311
Current assets	11,271	7,895	8,606
Non-current liabilities	(150,608)	(139,808)	(333,191)
Current liabilities	(18,485)	(18,700)	(29,938)
Net assets	89,828	93,209	3,788
The above amounts of assets and liabilities include the following:			
Cash and cash equivalents	8,638	3,322	4,165
Current financial liabilities (excluding trade and other payables and provision)	11,264	10,043	2,836
Non-current financial liabilities (excluding trade and other payables and provision)	142,183	135,387	333,191
Revenue	61,277	47,270	54,589
Loss for the year, representing total comprehensive income for the year	(9,868)	(5,694)	(13,412)
The above loss for the year include the following:			
Depreciation and amortisation	16,276	14,457	14,171
Finance costs	9,341	3,275	12,991
Dividends received from the joint venture during the year	-	-	-

Reconciliation of the summarised financial information presented above to the carrying value of the Group's interest in the joint venture

Group	2016	2015	
	BHotay RM'000	BHotay RM'000	TPC RM'000
Net assets at 1 April 2015/2014	93,209	91,190	16,382
Loss for the year, representing total comprehensive income for the year	(9,868)	(5,694)	(13,412)
Exchange differences	6,487	7,713	818
Net assets at 30 April 2016/2015 carried forward	89,828	93,209	3,788

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### 9 JOINT VENTURES (CONT'D)

Reconciliation of the summarised financial information presented above to the carrying value of the Group's interest in the joint venture (Cont'd)

Group	2016 BHotay RM'000	2015 BHotay RM'000	TPC RM'000
Net assets at 30 April 2016/2015 brought forward	89,828	93,209	3,788
Group's equity interest	50%	70%	75%
Interest in joint venture	44,914	65,246	2,841
Cumulative realignment adjustments due to different percentage of share of profits	-	4,009	-
Carrying amount of Group's interest in the joint venture	44,914	69,255	2,841

Aggregate information of joint ventures that are not individually material

	Group	
	2016 RM'000	2015 RM'000
The Group's share of profit/(loss) for the year, representing total comprehensive income for the year	7,400	(8,718)
Aggregate carrying amount of the Group's interests in these joint ventures	396	(27,284)

### 10 INVESTMENTS

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Quoted shares at fair value:				
- in Malaysia	58,760	63,839	-	-
- outside Malaysia	3,855	4,016	-	-
	62,615	67,855	-	-
Quoted warrants in Malaysia at fair value	8,192	15,782	1,450	2,901
Quoted loan stocks in Malaysia at fair value	8,046	60,485	-	-
Malaysian Government Securities at fair value	3,066	3,065	-	-
Total equity investments at fair value carried forward	81,919	147,187	1,450	2,901



## 10 INVESTMENTS (CONT'D)

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Total equity investments at fair value brought forward	81,919	147,187	1,450	2,901
Unquoted shares at cost:				
- in Malaysia	15,288	15,291	13,887	13,887
- outside Malaysia	19,872	21,770	-	-
	35,160	37,061	13,887	13,887
Less: Accumulated impairment losses				
- unquoted shares in Malaysia	(9,329)	(9,329)	(7,929)	(7,929)
- unquoted shares outside Malaysia	(14,726)	(10,163)	-	-
	(24,055)	(19,492)	(7,929)	(7,929)
Total unquoted equity investments	11,105	17,569	5,958	5,958
Club memberships	594	594	-	-
Total investments	93,618	165,350	7,408	8,859

The investment in Malaysian Government Securities is deposited with the Malaysian Government in accordance with the Pool Betting Act, 1967 in connection with the issue of the pool betting licence and yields interest at 4.24% (2015 : 4.24%) per annum.

During the financial year, the Group recognised:

- (i) an impairment loss amounting to RM564,000 (2015 : RM10,607,000) of certain quoted investments designated as available-for-sale financial assets (as disclosed in Note 32) due to significant decline of more than 20% in the fair values of these investments; and
- (ii) a net impairment loss amounting to RM4,974,000 of certain unquoted shares outside Malaysia (2015 : impairment loss of RM1,400,000 of certain other unquoted shares in Malaysia) as disclosed in Notes 31 and 32.

During the current financial year, the entire 18.56% equity interest, comprising 2,188,750 shares of Rs10 each in Navodaya Mass Entertainment Limited with a carrying amount of RM2,523,000 has been reclassified to assets classified as held-for-sale as disclosed in Note 18.

In the previous financial year, certain quoted investments of the Group measured at fair value amounting to RM51,347,000 were pledged to financial institutions for credit facilities granted to certain of its subsidiary companies.

Further details on fair value hierarchy and classification of equity investments are disclosed in Notes 44 and 45 respectively.

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## 11 INTANGIBLE ASSETS

Group	Gaming rights RM'000	Dealership rights RM'000	Goodwill RM'000	Customer relationships RM'000	Computer software RM'000	Total RM'000
Cost:						
At 1 May 2015	4,675,000	56,542	957,173	-	5,542	5,694,257
Addition during the year	-	-	-	-	674	674
Adjustments	-	-	-	-	(221)	(221)
Arising from acquisition of a subsidiary company (Note 7)	-	-	5,573	3,831	-	9,404
Exchange differences	5,238	2,130	2,855	(485)	14	9,752
At 30 April 2016	4,680,238	58,672	965,601	3,346	6,009	5,713,866
Accumulated amortisation/impairment:						
At 1 May 2015	(133,228)	-	(464,083)	-	(3,337)	(600,648)
Impairment for the year	(9,848)	-	(373,265)	-	-	(383,113)
Amortisation for the year	(28,354)	-	-	-	(802)	(29,156)
At 30 April 2016	(171,430)	-	(837,348)	-	(4,139)	(1,012,917)
Carrying amount at 30 April 2016	4,508,808	58,672	128,253	3,346	1,870	4,700,949
Cost:						
At 1 May 2014	4,652,000	56,752	945,504	-	4,556	5,658,812
Addition during the year	-	-	-	-	977	977
Arising from acquisition of business operations (Note a)	-	-	9,129	-	-	9,129
Exchange differences	23,000	(210)	2,540	-	9	25,339
At 30 April 2015	4,675,000	56,542	957,173	-	5,542	5,694,257
Accumulated amortisation/impairment:						
At 1 May 2014	-	-	(83,349)	-	(2,836)	(86,185)
Impairment for the year	(133,228)	-	(380,734)	-	-	(513,962)
Amortisation for the year	-	-	-	-	(501)	(501)
At 30 April 2015	(133,228)	-	(464,083)	-	(3,337)	(600,648)
Carrying amount at 30 April 2015	4,541,772	56,542	493,090	-	2,205	5,093,609

## 11 INTANGIBLE ASSETS (CONT'D)

### (a) Acquisition of business operations

In the previous financial year, the Group had acquired the following business operations:

- (i) A motor dealership business for a total cash consideration of GBP2,358,000 (equivalent to approximately RM12,927,000). The motor dealership business was then merged with the existing motor dealership of H.R. Owen Plc's outlet.

The assets arising from the acquisition were as follows:

	<b>Group 2015 RM'000</b>
Fair value of net assets acquired	5,550
Goodwill	7,377
Total cost and cash outflow of the acquisition	<u>12,927</u>

Included in fair value of net assets above, was property, plant and equipment amounting to GBP153,000 (equivalent to approximately RM836,000).

- (ii) A hotel property which was determined to be a business combination for a total cash consideration of GBP10,150,000 (equivalent to approximately RM55,561,000). No liabilities were acquired.

The assets arising from the acquisition were as follows:

	<b>Group 2015 RM'000</b>
Fair value of hotel property acquired	53,809
Goodwill	1,752
Total cost and cash outflow of the acquisition	<u>55,561</u>

### (b) Impairment test on Gaming Rights, Dealerships, Customer Relationships and goodwill

#### Allocation of Gaming Rights

Gaming Rights are allocated solely to the Group's toto betting business segment in Malaysia and the leasing of online lottery equipment business segment in the Philippines.

#### Allocation of Dealerships and Customer Relationships

Dealerships and Customer Relationships are allocated solely to the Group's motor vehicle dealership business segment.

## NOTES TO THE FINANCIAL STATEMENTS

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### 11 INTANGIBLE ASSETS (CONT'D)

#### (b) Impairment test on Gaming Rights, Dealerships, Customer Relationships and goodwill (Cont'd)

##### Allocation of goodwill

Goodwill has been allocated to the Group's CGUs identified according to business segments as follows:

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Toto betting operations and related activities in Malaysia	21,782	395,047
Motor vehicle dealership	71,152	62,581
Property development and property investment	15,576	15,576
Hotels and resorts	19,743	19,886
	<b>128,253</b>	<b>493,090</b>

During the current financial year, the Group has assessed that certain CGUs are carried in excess of their VIU amounts and recognised impairment loss of:

- (i) RM9,848,000 (2015 : RM133,228,000) and RMNil (2015 : RM70,734,000) in respect of gaming rights and goodwill allocated to the Philippines leasing of online lottery equipment business segment respectively. The recoverable amount of these intangible assets are the Group's share of VIU which amounted to RM42,549,000 (2015 : RM60,435,000); and
- (ii) RM373,265,000 (2015 : RM310,000,000) in respect of goodwill allocated to the Malaysian toto betting business segment. The recoverable amount of this intangible asset is the Group's share of VIU which amounted to RM1,739,636,000 (2015 : RM2,122,409,000).

The Malaysian toto betting business segment was affected by the continued challenging economic and regulatory environment. The gaming rights allocated to the Philippines leasing of online lottery equipment business segment was subject to an impairment test as the Group has reassessed that its useful life is no longer indefinite.

The total impairment loss of RM373,265,000 (2015 : RM380,734,000) in respect of goodwill was accounted for in profit or loss as disclosed in Note 32. The Group's share of impairment loss of RM9,848,000 (2015 : RM133,228,000) in respect of gaming rights, which amounted to RM3,572,000 (2015 : RM48,116,000) are accounted for as a reduction of the fair value reserve as disclosed in Note 20(b).

With regard to the impairment review of the CGUs for Dealerships and Customer Relationships, the Group has assessed their VIU amounts that could sufficiently address the carrying amounts of these CGUs.

## 11 INTANGIBLE ASSETS (CONT'D)

### (b) Impairment test on Gaming Rights, Dealerships, Customer Relationships and goodwill (Cont'd)

#### Key assumptions used in VIU calculations and fair values less costs to sell of CGUs

The recoverable amount of a CGU is determined based on the higher of VIU or fair values less costs to sell of the respective CGUs. VIU is calculated using cash flow projections based on financial budgets covering a two-and-half-year to a five-year period. Fair values less costs to sell are estimated based on the best information available in an active market to reflect the amount obtainable in an arm's length transaction, less costs of disposal.

The following describes each key assumption on which management has based its cash flow projections for VIU calculations or fair value less costs to sell of CGUs to undertake impairment testing of Gaming Rights, Dealerships, Customer Relationships and goodwill:

#### (i) Budgeted gross margin

The basis used to determine the value assigned to the budgeted gross margin is the average gross margin achieved in the year before the budgeted year, adjusted for market and economic conditions, internal resource efficiency and the expected stages of completion of property development projects, where applicable.

#### (ii) Growth rates

The weighted average growth rates used ranges between 1.0% and 5.0% (2015 : 1.8% and 5.0%) are consistent with the long-term average growth rates for the relevant industries.

#### (iii) Discount rates

The discount rates used for identified CGUs are on a basis that reflect specific risks relating to the relevant business segments. The significant post-tax discount rates, applied to post-tax cash flows, used for identified CGUs are in the range of 6.0% to 11.8% (2015 : 6.0% to 13.5%).

#### (iv) Terminal growth rates

The terminal growth rates used for identified CGUs are estimated with reference to published research and do not exceed the long term growth rate for the countries relevant to the CGUs. The applicable terminal growth rate is 2.5% (2015 : 3.0%).

#### (v) Fair values less costs to sell

The fair values are estimated based on observable market prices of similar CGUs/assets within the same industry and similar locations. This is applicable principally for the property development and investment, and hotels and resorts business segments.

# NOTES TO THE FINANCIAL STATEMENTS

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## 11 INTANGIBLE ASSETS (CONT'D)

### (b) Impairment test on Gaming Rights, Dealerships, Customer Relationships and goodwill (Cont'd)

#### Sensitivity to changes in assumptions

For the Malaysian toto betting business segment, which goodwill has been impaired in the current year, its recoverable amount based on VIU computation remains sensitive towards possible negative changes in revenue growth rate due to the unanticipated regulatory and economic changes.

Should the annual revenue growth rate of the forecast year ending 30 April 2017 decrease by 1%, the carrying amount of the goodwill of the Malaysian toto betting business segment is expected to be fully impaired.

As for the Philippines leasing of online lottery equipment operations, the achievability of the VIU would be principally dependent on the successful renewal of the ELA. The ELA was granted a transitional extension of three years to August 2018.

The management believes that there are no reasonable possible change in any of the above key assumptions which would cause the carrying amounts of the CGUs allocated to Dealerships and Customer Relationships to materially exceed their recoverable amounts.

## 12 PROPERTY DEVELOPMENT COSTS

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014		
- freehold land	615,669	596,994
- long leasehold land	7,191	7,120
- land use rights	8,474	7,687
- development costs	885,909	595,121
	<u>1,517,243</u>	<u>1,206,922</u>
Costs incurred during the year:		
- freehold land	69,857	16,797
- development costs	373,121	299,257
	<u>442,978</u>	<u>316,054</u>
Costs recognised in profit or loss:		
- at 1 May 2015/2014	(153,009)	(97,662)
- recognised during the year	(132,286)	(101,366)
- eliminated during the year due to completion of project	189,381	46,019
- at 30 April 2016/2015	<u>(95,914)</u>	<u>(153,009)</u>
Transferred during the year:		
- (to)/from land held for development	(947,450)	512
- to assets held for sale	(490,224)	-
- to inventories	(10,588)	-
- to receivables	(7,119)	-
	<u>(1,455,381)</u>	<u>512</u>

## 12 PROPERTY DEVELOPMENT COSTS (CONT'D)

	Group	
	2016 RM'000	2015 RM'000
Costs eliminated during the year due to completion of project:		
- freehold land	(3,101)	(586)
- development costs	(186,280)	(45,433)
	<u>(189,381)</u>	<u>(46,019)</u>
Accumulated impairment losses:		
At 1 May 2015/2014	(12,946)	(12,946)
Reversal of impairment loss	7,119	-
and 30 April 2016/2015	<u>(5,827)</u>	<u>(12,946)</u>
Exchange differences	31,665	39,774
Carrying amount at 30 April 2016/2015	<u>245,383</u>	<u>1,351,288</u>

Included in the property development costs is interest capitalised for the year amounting to RM2,363,000 (2015 : RM23,716,000).

During the current financial year, a subsidiary company recognised a reversal of impairment loss totalling RM7,119,000, as referred to in Note 3(a)(i).

Property development costs with carrying amounts of RM200,568,000 (2015 : RM554,299,000) are pledged to financial institutions for credit facilities granted to the subsidiary companies.

## 13 INVENTORIES

	Group	
	2016 RM'000	2015 RM'000
At cost:		
Vehicles	407,544	259,489
Property inventories	111,146	98,534
Stores and consumables	18,873	26,772
Gaming equipment components and parts	1,823	1,213
Ticket inventories	3,558	3,044
Work-in-progress	14,103	885
Raw materials	9,624	-
Finished goods and inventories for resale	6,412	2,389
	<u>573,083</u>	<u>392,326</u>
At net realisable value:		
Vehicles	8,761	73,364
Property inventories	960	960
Raw materials	-	8,121
Stores and consumables	2,552	913
Finished goods and inventories for resale	-	3,301
Work-in-progress	-	557
	<u>585,356</u>	<u>479,542</u>

## NOTES TO THE FINANCIAL STATEMENTS

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### 13 INVENTORIES (CONT'D)

The cost of inventories recognised as an expense during the current financial year amounted to RM2,017,105,000 (2015 : RM1,708,271,000). Property inventories at carrying amount of RM65,563,000 (2015 : RM67,049,000) are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

Certain inventories are pledged for manufacturers and other third party vehicle stocking loans as disclosed in Note 26.

### 14 RECEIVABLES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b><u>CURRENT</u></b>				
<b>Trade receivables</b>				
Third parties	148,684	138,867	-	-
Less: Allowance for impairment	(12,938)	(12,950)	-	-
	<u>135,746</u>	<u>125,917</u>	<u>-</u>	<u>-</u>
<b>Other receivables</b>				
Sundry receivables	283,087	184,928	330	377
Refundable deposits	22,221	23,304	867	1,115
Amounts owing by :				
- subsidiary companies	-	-	1,182,958	1,104,095
- related companies	6,496	4,657	2,657	257
- associated companies	288,101	79,725	208,652	763
	<u>599,905</u>	<u>292,614</u>	<u>1,395,464</u>	<u>1,106,607</u>
Less: Allowance for impairment:				
- Sundry receivables	(7,644)	(6,011)	(166)	(166)
- Amounts owing by associated companies	(440)	(438)	(9)	(9)
	<u>591,821</u>	<u>286,165</u>	<u>1,395,289</u>	<u>1,106,432</u>
<b>Other current assets</b>				
Sundry receivables	35,367	33,336	295	27
Prepayments	290,547	365,257	5,009	5,324
Current portion of prepaid land lease premium	-	16	-	-
Deposits for acquisition of assets	6,288	6,618	-	-
Dividend receivable	-	-	107,621	131,877
Accrued billings in respect of property development costs/property sales	37,435	54,514	-	-
	<u>369,637</u>	<u>459,741</u>	<u>112,925</u>	<u>137,228</u>
<b>Total current receivables</b>	<u>1,097,204</u>	<u>871,823</u>	<u>1,508,214</u>	<u>1,243,660</u>



## 14 RECEIVABLES (CONT'D)

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b><u>NON-CURRENT</u></b>				
<b>Other receivables</b>				
Sundry receivables	-	4,575	-	-
Amounts owing by;				
- joint ventures	612,198	580,454	-	-
- subsidiary companies	-	-	1,339,183	1,131,679
	612,198	585,029	1,339,183	1,131,679
Less: Allowance for impairment:				
- Amounts owing by:				
- joint ventures	-	(20,490)	-	-
- subsidiary companies	-	-	(86,813)	(24,508)
Total non-current receivables	612,198	564,539	1,252,370	1,107,171
<b>Total receivables</b>	<b>1,709,402</b>	<b>1,436,362</b>	<b>2,760,584</b>	<b>2,350,831</b>

As at 30 April 2016, the Group has no significant concentration of credit risk that may arise from exposure to a single trade receivable or to groups of trade receivables. The Company has no significant concentration of credit risk that may arise from exposures to a single debtor or to groups of receivables except for the amounts owing by subsidiary companies.

(a) Trade receivables

The Group's trade receivables are non-interest bearing with credit term ranging from 1 to 60 (2015 : 1 to 60) days. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

Ageing analysis of trade receivables

The ageing analysis of trade receivables is as follows:

	Group	
	2016 RM'000	2015 RM'000
Neither past due nor impaired	90,310	82,957
1 to 30 days past due not impaired	22,062	20,757
31 to 60 days past due not impaired	5,354	1,361
61 to 90 days past due not impaired	3,127	3,706
91 to 365 days past due not impaired	6,118	6,635
More than 365 days past due not impaired	8,458	9,782
	45,119	42,241
Impaired	13,255	13,669
	<b>148,684</b>	<b>138,867</b>

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### 14 RECEIVABLES (CONT'D)

#### (a) Trade receivables (Cont'd)

##### Receivables that are neither past due nor impaired

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment track records with the Group. None of the Group's trade receivables that are neither past due nor impaired have been renegotiated during the financial year.

##### Receivables that are past due but not impaired

The Group has trade receivables amounting to RM45,119,000 (2015 : RM42,241,000) that are past due at the reporting date but not impaired as there is no concern on the credit-worthiness of the counterparties and the recoverability of these debts.

##### Receivables that are impaired

The Group's trade receivables that are individually assessed and impaired at the reporting date and the movement of the allowance accounts used to record the impairment are as follows:

	Group	
	2016 RM'000	2015 RM'000
Trade receivables - nominal amounts	13,255	13,669
Less: Allowance for impairment	(12,938)	(12,950)
	<u>317</u>	<u>719</u>

##### Movement in allowance accounts

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	12,950	13,915
Charge for the year (Note 34)	1,663	1,626
Reversal of impairment loss (Note 30)	(426)	(799)
Written off	(1,269)	(1,866)
Unwinding of discount	-	27
Exchange differences	20	47
At 30 April 2016/2015	<u>12,938</u>	<u>12,950</u>

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

Management conducts periodic assessment on its trade receivable balances on account-by-account basis. Hence, all impairment losses are provided for specific trade receivable balances. Management are of the opinion that there are no further factors that warrants the consideration of additional impairment losses on a collective basis.

**14 RECEIVABLES (CONT'D)****(b) Other receivables: current and non-current****Movement in allowance accounts**

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
At 1 May 2015/2014	26,939	26,695	24,683	10,420
Charge for the year (Notes 32, 34)	4,876	1,032	70,668	19,263
Reversal of impairment loss (Notes 30, 31)	(2,015)	(604)	(8,363)	(5,000)
Written off	(21,716)	(184)	-	-
At 30 April 2016/2015	<b>8,084</b>	<b>26,939</b>	<b>86,988</b>	<b>24,683</b>

Included in sundry receivables of the Group is an advance made by a foreign subsidiary company for property investments venture amounting to RM62,553,000 (2015 : RM57,541,000). The advance is repayable on demand and interest-bearing.

The amounts owing by subsidiary companies, associated companies and related companies of the Company are unsecured, repayable on demand and interest bearing except for a gross amount totalling RM1,614,605,000 (2015 : RM1,487,565,000) which are non interest bearing.

The amounts owing by certain subsidiary companies have been classified as non-current assets as the Company has reassessed that it does not intend to call for the payments of these amounts within the next 12 months.

Amounts owing by joint ventures are unsecured, interest-bearing with schedule of repayments ranging from 2 to 20 (2015 : 2 to 15) years.

**(c) Other current assets**

Included in sundry receivables of the Group are advance payments of RM34,472,000 (2015 : RM31,966,000) made in respect of property development project of the Group's foreign venture.

Included in prepayments of the Group is an amount of RM230,724,000 (2015 : RM230,724,000) which relates to the proposed project for the relocation of a turf club.

An amount of RM39,464,000 which was related to the development project of a foreign subsidiary company was included in the prepayments as at the previous financial year end.

Deposits for acquisition of assets of the Group comprise:

- an amount of RM3,142,000 (2015 : RM2,863,000) paid in respect of acquisition of aircraft by a subsidiary company; and
- an amount of RM3,146,000 (2015 : RM3,755,000) paid in respect of acquisition of properties by foreign subsidiary companies.

## NOTES TO THE FINANCIAL STATEMENTS

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### 15 SHORT TERM INVESTMENTS

	Group	
	2016 RM'000	2015 RM'000
Unit trust funds in Malaysia, at fair value	9,302	3,087

### 16 DEPOSITS

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Deposits with:				
- Licensed banks	497,655	448,953	26,082	43,308
- Other financial institutions	31,673	28,111	-	-
	529,328	477,064	26,082	43,308

Included in deposits are as follows:

- (a) amounts which are restricted in usage:
- (i) RM36,228,000 (2015 : RM48,188,000) and RM26,082,000 (2015 : RM36,307,000) held in debt service reserve accounts for the Group and the Company respectively; and
  - (ii) RM6,610,000 (2015 : RM26,687,000) pledged for credit facilities granted to the Company and certain of its subsidiary companies.
- (b) RM28,820,000 (2015 : RM35,226,000) held in sinking funds and trust accounts for the operations of recreational clubs and time share operations.

The weighted average effective interest rates of deposits as at reporting date are as follows:

	Group		Company	
	2016 %	2015 %	2016 %	2015 %
Licensed banks	3.29	3.15	3.18	3.20
Other financial institutions	1.48	1.47	-	-

The weighted average maturities of deposits as at the end of financial year are as follows:

	Group		Company	
	2016 Days	2015 Days	2016 Days	2015 Days
Licensed banks	17	30	15	15
Other financial institutions	67	75	-	-

## 17 CASH AND BANK BALANCES

Included in cash and bank balances are as follows:

- (a) amounts which are restricted in usage:
  - (i) RM612,848,000 (2015 : RMNil) being the receipt of part of the sales consideration for the disposal of a foreign development project as disclosed in Note 48(e) which is held in escrow;
  - (ii) RM24,949,000 (2015 : RM15,333,000) and RM4,193,000 (2015 : RM5,573,000) held in debt service reserve accounts for the Group and the Company respectively; and
  - (iii) RM125,364,000 (2015 : RM173,591,000) pledged for credit facilities granted to foreign subsidiary companies of the Group.
- (b) amounts totalling RM128,022,000 (2015 : RM148,082,000) held pursuant to Section 7A of the Housing Development (Control and Licensing) Act, 1966.
- (c) monies held for the operations of recreational clubs amounting to RM14,000 (2015 : RM574,000).

## 18 ASSETS CLASSIFIED AS HELD FOR SALE

During the current financial year, assets classified as held for sale comprised the following:

- (i) the Berjaya (China) Great Mall Recreation Centre which is under construction and located in Sanhe City, Hebei Province, the People's Republic of China ("Great Mall Project") with a carrying amount of RM976,203,000. Details of the proposed disposal of Great Mall project are disclosed in Note 48(e) and the composition of Great Mall Project is detailed below.

Reclassified from:

Property, plant and equipment (Note 3)

Land held for development

Property development costs

Receivables

Less: Impairment loss (Note 32)

**2016  
RM'000**

578,106

7,742

490,224

31,743

1,107,815

(131,612)

976,203

Subsequent to the financial year end, titles to certain parcels of land of Great Mall Project were transferred to the purchaser to facilitate the completion of the disposal;

- (ii) the entire 18.56% equity interest, comprising 2,188,750 shares of Rs10 each in Navodaya Mass Entertainment Limited with carrying amount of RM2,523,000; and
- (iii) a parcel of 12,884 square metre of vacant land with carrying amount of RM1,056,000.

At the date of these financial statements, items (i) and (iii) are pending completion as certain terms and conditions in the respective sales and purchase agreements remain unfulfilled.

In the previous financial year, assets classified as held for sale comprised the following:

- (i) 371.87 acres of land amounting to RM25,750,000 (previously classified as investment properties); and
- (ii) 297.18 acres of land amounting to RM32,259,000 (previously classified as land held for development).

Disposals of these assets were completed during the current financial year.

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### 19 SHARE CAPITAL

	Group and Company		Amount	
	No. of ordinary shares of RM0.50 each			
	2016 '000	2015 '000	2016 RM'000	2015 RM'000
(a) <u>Authorised:</u>				
At beginning of the year and at end of the year	10,000,000	10,000,000	5,000,000	5,000,000
(b) <u>Issued and paid-up:</u>				
At beginning of the year and at end of the year	5,000,337	5,000,337	2,500,168	2,500,168

	Group and Company	
	2016 No. of shares '000	2015 No. of shares '000
(c) Issued and paid-up ordinary shares with voting rights of RM0.50 each:		
Total number of issued and paid-up ordinary shares	5,000,337	5,000,337
Less: Number of ordinary shares held as treasury shares (Note 21)	(10,943)	(10,943)
	4,989,394	4,989,394

The holders of ordinary shares (other than treasury shares) are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company. All the ordinary shares (other than treasury shares) rank equally with regards to the Company's residual assets.

### 20 RESERVES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Non-distributable:				
Foreign currency				
translation reserve (Note a)	122,525	(3,354)	-	-
Fair value reserve (Note b)	1,900,160	1,935,385	-	-
Consolidation reserve (Note c)	21,220	21,220	-	-
Available-for-sale reserve (Note d)	4,891	13,114	-	-
Capital reserve (Note e)	10,804	10,804	-	-
Distributable:				
Retained earnings (Note f)	226,737	467,982	786,831	592,859
	2,286,337	2,445,151	786,831	592,859

20 RESERVES (CONT'D)

(a) Foreign currency translation reserve

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	(3,354)	(79,273)
Current year movement	88,189	75,919
Transfer to profit or loss upon disposal	37,690	-
At 30 April 2016/2015	<u>122,525</u>	<u>(3,354)</u>

(b) Fair value reserve

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	1,935,385	1,983,501
Impairment in value of gaming rights	(3,572)	(48,116)
Recognition of deferred tax liability	(15,429)	-
Transfer to non-controlling interests	(6,152)	-
Transfer to retained earnings	(10,072)	-
At 30 April 2016/2015	<u>1,900,160</u>	<u>1,935,385</u>

This reserve represents post acquisition fair value and other adjustments arising from the business combination of BToto Group in prior years.

With regard to the gaming rights allocated to the leasing of online lottery equipment business segment in the Philippines, during the current financial year the Group has:

- (i) assessed that the CGU is carried in excess of its VIU and consequently, recognised an impairment loss of RM9,848,000 (2015 : RM133,228,000). The Group's share of this impairment loss which amounted to RM3,572,000 (2015 : RM48,116,000) is accounted for in the fair value reserve; and
- (ii) recognised deferred tax liability of RM15,429,000 as its useful life has been assessed to be finite.

(c) Consolidation reserve

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	21,220	17,782
Arising from partial disposal of equity interest in a subsidiary company	-	3,438
At 30 April 2016/2015	<u>21,220</u>	<u>21,220</u>

This reserve represents the effects arising from changes in the Group's ownership interest in a subsidiary company that does not result in loss of control.

## NOTES TO THE FINANCIAL STATEMENTS

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### 20 RESERVES (CONT'D)

(d) Available-for-sale reserve

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	13,114	31,873
Changes in fair values of available-for-sale financial assets during the year	(8,924)	35
Transfer to profit or loss upon disposal	701	(18,794)
At 30 April 2016/2015	4,891	13,114

Available-for-sale reserve represents the cumulative fair value changes, net of tax, if applicable, of available-for-sale financial assets until they are disposed of or impaired.

(e) Capital reserve

	Group	
	2016 RM'000	2015 RM'000
At beginning of the year and at end of the year	10,804	10,804

This reserve represents non-distributable reserve transferred from post-acquisition retained earnings arising from bonus issue of shares of a subsidiary company.

(f) Retained earnings

Retained earnings of the Company is available for distribution as single tier dividends.

### 21 TREASURY SHARES

	Group and Company			
	2016 No. of shares '000	2015 No. of shares '000	2016 RM'000	2015 RM'000
At 1 May 2015/2014	10,943	24,037	20,699	45,466
Sale of treasury shares	-	(13,094)	-	(24,767)
At 30 April 2016/2015	10,943	10,943	20,699	20,699

Pursuant to an Extraordinary General Meeting held on 30 July 2008, the Company obtained a shareholders' mandate to undertake the purchase of up to 10% of the issued and paid-up share capital of the Company at the time of purchase.

The Company commenced the share buyback on 31 July 2008 and the renewal of the Company's plan and mandate relating to the share buyback of up to 10% of the existing total paid-up share capital, inclusive of all treasury shares that have been bought back was approved by the shareholders of the Company at the Annual General Meeting held on 19 October 2015.

During the previous financial year, the Company disposed of a total of 13,094,000 of its treasury shares held, in the open market for a total cash consideration of RM11,060,000.



## 22 LONG TERM BORROWINGS

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<u>Secured:</u>				
Term loans (Note a)	1,658,660	2,207,653	315,330	424,442
Amount repayable within 12 months included in short term borrowings (Note 27)	(579,639)	(597,731)	(133,925)	(115,115)
	1,079,021	1,609,922	181,405	309,327
Medium term notes (Note a)	1,448,205	1,342,734	648,205	647,734
Amount repayable within 12 months included in short term borrowings (Note 27)	(105,000)	(200,000)	-	-
	1,343,205	1,142,734	648,205	647,734
Other bank borrowings (Note a)	356,930	406,375	192,479	176,593
	2,779,156	3,159,031	1,022,089	1,133,654
Hire purchase and finance lease liabilities (Note b)	88,859	87,951	1,519	1,586
Amount repayable within 12 months included in short term borrowings (Note 27)	(8,990)	(7,995)	(638)	(566)
	79,869	79,956	881	1,020
	2,859,025	3,238,987	1,022,970	1,134,674

- (a) The long term borrowings of the Group and of the Company are secured by quoted shares, properties, deposits and cash and bank balances of the Group and of the Company as mentioned in Notes 3, 4, 5, 7, 8, 10, 12, 13, 16 and 17. The term loans and other bank borrowings bear floating interest at rates ranging from 2.34% to 8.85% (2015 : 1.37% to 9.10%) per annum for the Group and from 4.59% to 6.30% (2015 : 4.58% to 6.30%) per annum for the Company.

Details of the outstanding long term borrowings are as follows:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b>Long term borrowings</b>				
Amounts repayable within :				
More than 1 year				
but not later than 2 years	1,041,878	898,909	492,381	194,219
More than 2 years				
but not later than 5 years	1,394,349	2,052,675	415,797	800,552
More than 5 years	422,798	287,403	114,792	139,903
	2,859,025	3,238,987	1,022,970	1,134,674

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 22 LONG TERM BORROWINGS (CONT'D)

#### (a) Medium term notes

The facility amounts of the medium terms notes ("MTN") programme are as follows:

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
STM MTN	800,000	800,000
BLB MTN	650,000	650,000
	<u>1,450,000</u>	<u>1,450,000</u>

- (i) STM MTN comprises of a MTN programme of up to RM800,000,000 in nominal value issued by a wholly-owned subsidiary company of BToto, Sports Toto Malaysia Sdn Bhd ("STM"). As at 30 April 2016, STM MTN totalling RM800,000,000 (2015 : RM695,000,000) in nominal value remains outstanding.

STM MTN is secured by a third party first equitable charge over the entire issued and paid-up share capital of STM which is the issuer and corporate guarantee provided by BToto.

- (ii) BLB MTN comprises of a MTN programme of RM650,000,000 in nominal value issued by the Company. As at 30 April 2016, BLB MTN totalling to RM650,000,000 (2015 : RM650,000,000) in nominal value remains outstanding.

BLB MTN is secured by a financial guarantee insurance facility granted by Danajamin Nasional Berhad to the Company for the principal redemption of up to RM500,000,000 in nominal value and a bank guarantee facility granted by OCBC Bank (Malaysia) Berhad to the Company for the principal redemption of up to RM150,000,000 in nominal value.

The maturities of the MTNs as at the reporting date are as follows:

<b><u>CURRENT</u></b>		<b>Group</b>		<b>Company</b>	
	<b>Maturity</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Secured with fixed rate:					
5.50% p.a.	June 2015	-	200,000	-	-
4.41% p.a.	June 2016	55,000	-	-	-
4.80% p.a.	October 2016	50,000	-	-	-
Amount repayable					
within 12 months included					
in short term borrowings (Note 27)		<u>105,000</u>	<u>200,000</u>	<u>-</u>	<u>-</u>

## 22 LONG TERM BORROWINGS (CONT'D)

(a) The maturities of the MTNs as at the reporting date are as follows (Cont'd):

<b><u>NON-CURRENT</u></b>		<b>Group</b>		<b>Company</b>	
	<b>Maturity</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Secured with fixed rate:					
4.41% p.a.	June 2016	-	55,000	-	-
4.80% p.a.	October 2016	-	50,000	-	-
6.00% p.a.	June 2017	150,000	-	-	-
4.60% p.a.	June 2017	35,000	-	-	-
4.60% p.a.	June 2017	70,000	-	-	-
4.75% p.a.	December 2017	199,262	-	199,262	-
4.65% p.a.	December 2017	74,723	-	74,723	-
Amount repayable more than 1 year but not later than 2 years		528,985	105,000	273,985	-
6.00% p.a.	June 2017	-	150,000	-	-
4.75% p.a.	December 2017	-	199,374	-	199,374
4.65% p.a.	December 2017	-	74,765	-	74,765
4.73% p.a.	June 2018	95,000	95,000	-	-
4.82% p.a.	June 2019	200,000	-	-	-
4.88% p.a.	July 2019	145,000	145,000	-	-
4.95% p.a.	December 2019	199,584	199,374	199,584	199,374
4.85% p.a.	December 2019	74,844	74,388	74,844	74,388
Amount repayable more than 2 years but not later than 5 years		714,428	937,901	274,428	547,901
Amount repayable more than 5 years 5.35% p.a. December 2021		99,792	99,833	99,792	99,833
Total non-current MTNs		1,343,205	1,142,734	648,205	647,734

(b) Approximately RM3,146,000 (2015 : RM3,722,000) and RM881,000 (2015 : RM1,020,000) included in the hire purchase and finance lease liabilities of the Group and of the Company respectively are owing to a related company.

The commitment terms under the hire purchase and finance lease liabilities are summarised as follows:

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Future minimum lease payments:				
1 year after reporting date	12,635	11,323	759	669
More than 1 year but not later than 2 years	12,178	11,079	498	614
More than 2 years but not later than 5 years	71,121	74,550	572	513
More than 5 years	-	-	-	85
	95,934	96,952	1,829	1,881
Unexpired interest	(7,075)	(9,001)	(310)	(295)
Balance carried forward	88,859	87,951	1,519	1,586

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 22 LONG TERM BORROWINGS (CONT'D)

- (b) The commitment terms under the hire purchase and finance lease liabilities are summarised as follows (Cont'd):

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Balance brought forward	88,859	87,951	1,519	1,586
Amount repayable within 12 months included in short term borrowings (Note 27)	(8,990)	(7,995)	(638)	(566)
	<u>79,869</u>	<u>79,956</u>	<u>881</u>	<u>1,020</u>
Analysis of hire purchase and finance lease liabilities:				
1 year after reporting date	8,990	7,995	638	566
More than 1 year but but not later than 2 years	8,946	8,097	413	525
More than 2 years but not later than 5 years	70,923	71,859	468	425
More than 5 years	-	-	-	70
	<u>88,859</u>	<u>87,951</u>	<u>1,519</u>	<u>1,586</u>

The hire purchase and finance lease liabilities bear interest at rates ranging from 2.99% to 5.85% (2015 : 2.99% to 7.87%) per annum.

### 23 LONG TERM LIABILITIES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Club members' deposits (Note a)	16,621	19,541	-	-
Deferred membership fees (Note b)	78,382	84,117	-	-
Other deferred income (Note c)	22,518	25,294	-	-
Retention sum				
- property development projects	8,400	22,433	-	-
Rental deposits	3,179	4,617	-	-
	<u>129,100</u>	<u>156,002</u>	<u>-</u>	<u>-</u>

- (a) Club members' deposits represent amounts paid by members to certain subsidiary companies for membership licences issued to use and enjoy the facilities of the subsidiary companies' recreational clubs. The monies are refundable to the members upon expiry of prescribed terms from the dates of issuance of the licences.
- (b) Deferred membership fees are recognised over the membership period.
- (c) Other deferred income represents the difference between the carrying amount and fair value of financial liabilities upon initial recognition which is recognised systematically on a straight-line basis over the tenure of the memberships or tenancy period.

## 24 RETIREMENT BENEFIT OBLIGATIONS

Retirement benefit obligations recognised by the Group is analysed into:

		Group	
		2016 RM'000	2015 RM'000
Current	- unfunded defined benefit plans	15	12
Non-current	- funded defined benefit plan	3,385	3,818
	- unfunded defined benefit plans	6,290	5,693
		9,675	9,511
		9,690	9,523

### (a) Funded Defined Benefit Plan

Certain foreign subsidiary companies of the Group maintain separate funded retirement plans for its eligible employees. Actuarial valuations are made regularly to update the retirement benefit costs.

The movements in the funded defined benefit obligation recognised are as follows:

		Group	
		2016 RM'000	2015 RM'000
At 1 May 2015/2014		3,818	3,462
Recognised in statement of profit or loss (Notes 33, 35 and 36)		802	642
Recognised in statement of comprehensive income		(658)	543
Employers' contribution		(722)	(1,067)
Exchange differences		145	238
At 30 April 2016/2015		3,385	3,818

The amounts of funded defined benefit obligation recognised in the consolidated statement of financial position are determined as follows:

		Group	
		2016 RM'000	2015 RM'000
Present value of the obligation		70,183	71,452
Fair value of plan assets		(66,798)	(67,634)
Deficit over plan assets		3,385	3,818

The movements in present value of the funded defined benefit obligation recognised are as follows:

		Group	
		2016 RM'000	2015 RM'000
At 1 May 2015/2014		71,452	64,913
Current service cost and interest cost		3,348	3,126
Actuarial (loss)/gain		(4,395)	4,725
Benefits paid by the plan		(2,811)	(1,565)
Exchange differences		2,589	253
At 30 April 2016/2015		70,183	71,452

## NOTES TO THE FINANCIAL STATEMENTS

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### 24 RETIREMENT BENEFIT OBLIGATIONS (CONT'D)

#### (a) Funded Defined Benefit Plan (Cont'd)

The movements in fair value of plan assets are presented below:

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	67,634	61,451
Interest income	2,546	2,484
Return on plan assets	(3,724)	4,205
Employer's contribution	722	1,067
Benefits paid by the plan	(2,811)	(1,565)
Actuarial loss	(31)	(35)
Exchange differences	2,462	27
At 30 April 2016/2015	66,798	67,634

The plan assets consist of the following:

	Group	
	2016 RM'000	2015 RM'000
Fixed income assets	66,540	67,069
Cash in bank	251	564
Others	7	1
	66,798	67,634

The components of amounts recognised in the consolidated profit or loss and in other comprehensive income in respect of the funded defined benefit retirement plan are as follows:

#### Reported in the consolidated statement of profit or loss:

	Group	
	2016 RM'000	2015 RM'000
Current service costs recognised in directors' remuneration and employee benefit expenses (Notes 35 and 36)	626	522
Net interest costs (Note 33)	176	120
Retirement benefits recognised in profit or loss	802	642

#### Reported in the consolidated statement of comprehensive income:

	Group	
	2016 RM'000	2015 RM'000
Remeasurement losses arising from:		
Actuarial changes in financial assumptions	153	(8,094)
Actuarial changes in demographic assumptions	3,786	3,620
Return on plan assets	(3,724)	4,205
Experience adjustments arising from defined benefit obligations	443	(274)
	658	(543)
Deferred tax (expense)/income	(132)	149
Retirement benefits recognised in other comprehensive income	526	(394)

24 RETIREMENT BENEFIT OBLIGATIONS (CONT'D)

(a) Funded Defined Benefit Plan (Cont'd)

The current service and net interest costs are charged to profit or loss and presented as part of the employee benefit expenses and finance costs respectively.

The amounts recognised in other comprehensive income were included within items that will not be reclassified subsequently to profit or loss.

Presented below is the historical information related to the present value of the funded defined benefit obligation, fair value of the plan assets and deficit in the plan.

	2016 RM'000	2015 RM'000	2014 RM'000	2013 RM'000	2012 RM'000
Present value of the obligation	70,183	71,452	64,913	3,077	3,023
Fair value of the plan assets	(66,798)	(67,634)	(61,451)	(434)	(384)
Deficit in the plan	3,385	3,818	3,462	2,643	2,639

For the determination of the funded defined benefit obligation, the following principal actuarial assumptions were used:

	Group	
	2016	2015
Discount rate	3.50% - 5.11%	3.40% - 4.75%

Sensitivity analysis for retirement benefit obligation

The management is of the view that any reasonably possible changes to the principal actuarial assumptions will not have significant impact to the Group.

(b) Unfunded Defined Benefit Plans

Certain subsidiary companies in Malaysia operate unfunded, defined retirement benefit schemes and provision is made at contracted rates for benefits that would become payable on retirement of eligible employees. Under the scheme, eligible employees are entitled to retirement benefits varying between 18 days and 52 days per year of final salary on attainment of the retirement age of 60.

	Group	
	2016 RM'000	2015 RM'000
At 1 May 2015/2014	5,705	5,035
Recognised in profit or loss (Notes 33 and 36)	628	678
Utilisation of provision during the year	(28)	(8)
At 30 April 2016/2015	6,305	5,705
Analysed as follows:		
Current	15	12
Non-current	6,290	5,693
	6,305	5,705

## NOTES TO THE FINANCIAL STATEMENTS

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### 24 RETIREMENT BENEFIT OBLIGATIONS (CONT'D)

#### (b) Unfunded Defined Benefit Plans (Cont'd)

The amounts recognised in the consolidated statement of financial position are determined based on the present value of unfunded defined benefit obligations.

The amounts recognised in the consolidated statement of profit or loss are as follows:

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Current service cost (Note 36)	287	378
Interest cost (Note 33)	341	300
Retirement benefits recognised in profit or loss	<u>628</u>	<u>678</u>

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Principal actuarial assumptions to determine benefit obligations:		
Discount rate in Malaysia (%)	6.00	6.00
Expected rate of salary increases (%)	<u>6.00</u>	<u>6.00</u>

A quantitative sensitivity analysis of the change in the rate is shown below:

	<b>Increase / (decrease)</b>		<b>Impact on unfunded defined benefit obligations</b>	
	<b>2016 %</b>	<b>2015 %</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Discount rate	1	1	(839)	(783)
Future salary increase	1	1	1,144	979
Discount rate	(1)	(1)	1,012	972
Future salary decrease	<u>(1)</u>	<u>(1)</u>	<u>(952)</u>	<u>(836)</u>

The duration of the unfunded defined benefit obligations as at 30 April 2016 is between 11 and 16 (2015 : 12 and 17) years.



# NOTES TO THE FINANCIAL STATEMENTS

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## 25 DEFERRED TAX (ASSETS)/LIABILITIES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
At 1 May 2015/2014	94,099	100,649	-	-
Recognised in profit or loss (Note 37)	(32,711)	(6,909)	-	-
Arising from gaming rights with finite life	42,532	-	-	-
Recognised in other comprehensive income	132	(149)	-	-
Arising from acquisition of a subsidiary company	35	-	-	-
Exchange differences	1,434	508	-	-
At 30 April 2016/2015	105,521	94,099	-	-
Presented after appropriate offsetting as follows:				
Deferred tax assets	(45,348)	(22,955)	-	-
Deferred tax liabilities	150,869	117,054	-	-
	105,521	94,099	-	-

The components and movements of deferred tax liabilities and assets during the financial year are as follows:

Deferred Tax Liabilities of the Group:	Property, plant and equipment RM'000	Gaming rights RM'000	Land held for development RM'000	Receivables/ Payables/ Others RM'000	Development properties RM'000	Investment properties RM'000	Property inventories RM'000	Total RM'000
At 1 May 2015	119,834	-	9,646	2,005	7,198	28,492	10,102	177,277
Recognised in profit or loss	(7,886)	(8,506)	(722)	(335)	(119)	1,629	(1,273)	(17,212)
Arising from gaming rights with finite life	-	42,532	-	-	-	-	-	42,532
Acquisition of a subsidiary company	-	-	-	35	-	-	-	35
Exchange differences	1,179	-	-	114	-	-	-	1,293
	113,127	34,026	8,924	1,819	7,079	30,121	8,829	203,925
Less: Set-off of deferred tax assets								(53,056)
At 30 April 2016								150,869
At 1 May 2014	136,205	-	10,674	2,874	10,584	28,706	10,950	199,993
Reclassification	(78)	-	444	238	(444)	-	-	160
Recognised in profit or loss	(16,004)	-	(1,472)	(1,236)	(2,942)	(214)	(848)	(22,716)
Exchange differences	(289)	-	-	129	-	-	-	(160)
	119,834	-	9,646	2,005	7,198	28,492	10,102	177,277
Less: Set-off of deferred tax assets								(60,223)
At 30 April 2015								117,054

Deferred Tax Assets of the Group:	Other payables RM'000	Unused tax losses and unabsorbed capital allowances RM'000	Unabsorbed investment tax allowances RM'000	Others RM'000	Total RM'000
At 1 May 2015	(33,956)	(42,830)	(8)	(6,384)	(83,178)
Recognised in profit or loss	(12,851)	(2,480)	(591)	423	(15,499)
Recognised in other comprehensive income	-	-	-	132	132
Exchange differences	(325)	437	-	29	141
	(47,132)	(44,873)	(599)	(5,800)	(98,404)
At 30 April 2016					53,056
					(45,348)
At 1 May 2014	(40,903)	(49,592)	(3,117)	(5,732)	(99,344)
Reclassification	578	80	(455)	(363)	(160)
Recognised in profit or loss	6,369	6,076	3,564	(202)	15,807
Recognised in other comprehensive income	-	-	-	(149)	(149)
Exchange differences	-	606	-	62	668
	(33,956)	(42,830)	(8)	(6,384)	(83,178)
Less: Set-off of deferred tax liabilities					60,223
At 30 April 2015					(22,955)

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## 25 DEFERRED TAX (ASSETS)/LIABILITIES (CONT'D)

	Property, plant and equipment RM'000	Total RM'000
<u>Deferred Tax Liabilities of the Company:</u>		
At 1 May 2015	315	315
Recognised in profit or loss	(62)	(62)
	<u>253</u>	<u>253</u>
Less: Set-off of deferred tax assets		(253)
At 30 April 2016		<u>-</u>
At 1 May 2014	330	330
Recognised in profit or loss	(15)	(15)
	<u>315</u>	<u>315</u>
Less: Set-off of deferred tax assets		(315)
At 30 April 2015		<u>-</u>

	Unabsorbed capital allowances RM'000	Other payables RM'000	Total RM'000
<u>Deferred Tax Assets of the Company:</u>			
At 1 May 2015	(226)	(89)	(315)
Recognised in profit or loss	77	(15)	62
	<u>(149)</u>	<u>(104)</u>	<u>(253)</u>
Less: Set-off of deferred tax liabilities			253
At 30 April 2016			<u>-</u>
At 1 May 2014	(230)	(100)	(330)
Recognised in profit or loss	4	11	15
	<u>(226)</u>	<u>(89)</u>	<u>(315)</u>
Less: Set-off of deferred tax liabilities			315
At 30 April 2015			<u>-</u>

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Unutilised tax losses	409,514	437,219	-	-
Unabsorbed capital allowances	308,919	286,662	4,673	5,009
Reinvestment allowances	41,102	41,102	-	-
Others	120,627	94,560	-	-
	<u>880,162</u>	<u>859,543</u>	<u>4,673</u>	<u>5,009</u>

Deferred tax assets have not been recognised in respect of the unutilised tax losses, unabsorbed capital allowances, reinvestment allowances and other deductible temporary differences as it is not probable that future taxable profits from a business source as defined by the Malaysian tax legislature will be available against which the unutilised tax losses, unabsorbed capital allowances, reinvestment allowances and other deductible temporary differences can be utilised.

The availability of the unutilised tax losses and unabsorbed capital allowances for offsetting against future taxable profits of the Company and its respective Malaysian incorporated subsidiary companies are subject to no substantial changes in shareholdings of the respective entities under Section 44(5A) and Paragraph 75A, Schedule 3 of the Income Tax Act, 1967 (the Act). However, the Minister of Finance has exercised his powers under Section 44(5D) and paragraph 75C, Schedule 3 of the Act to exempt all companies except dormant companies from the provision of Section 44(5A) and paragraph 75A, Schedule 3 of the Act respectively.

The foreign unutilised losses and unabsorbed capital allowances applicable to foreign incorporated subsidiary companies are pre-determined by and subject to the tax legislations of the respective countries.

## 26 PAYABLES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b>Trade payables</b>	632,223	468,592	-	-
<b>Other payables</b>				
Other payables	135,249	91,139	1,664	2,706
Accruals	295,555	272,766	16,190	15,197
Payable for acquisition of assets	162,897	276,266	-	-
Agency deposits	37,725	37,566	-	-
Pool betting duty payables	23,681	22,725	-	-
Deposit received for disposal of assets	646,131	-	-	-
Refundable deposits	161,515	113,060	-	-
Amounts owing to:				
- subsidiary companies	-	-	976,908	674,947
- related companies	108,597	20,659	693	2,300
- associated companies	174	109	154	109
	1,571,524	834,290	995,609	695,259
<b>Other current liabilities</b>				
Deposits	6,092	17,976	-	-
Deferred income	9,168	9,988	-	-
Progress billings in respect of property development costs/property sales	79,296	51,864	-	-
Dividend payable	702	1,608	-	41
	95,258	81,436	-	41
<b>Total payables</b>	<b>2,299,005</b>	<b>1,384,318</b>	<b>995,609</b>	<b>695,300</b>

(a) Trade payables

These amounts are non-interest bearing. The normal trade credit terms granted to the Group range from 1 to 183 (2015 : 1 to 183) days.

Included in trade payables of the Group are manufacturers and other third party vehicle stocking loans of RM320,345,000 (2015 : RM243,784,000) obtained by certain foreign subsidiary companies. These loans are secured by fixed and floating charges on certain vehicle inventories held.

(b) Other payables

Included in other payables are advances from certain directors of subsidiary companies amounting to RM2,096,000 (2015 : RM1,998,000).

Included in accruals of the Group are accrued contribution to the National Sports Council and accrual for gaming tax payable to the Ministry of Finance.

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### 26 PAYABLES (CONT'D)

#### b) Other payables (Cont'd)

Payable for acquisition of assets relates to the balance purchase price of several parcels of freehold land acquired by a subsidiary company. This amount is secured by bank guarantees expiring on 7 February 2017.

Deposit received for disposal of assets relates to the part of sales consideration received by a foreign subsidiary company for the disposal of a foreign development project as disclosed in Note 48(e).

Agency deposits represent deposits obtained from agents for operating toto betting outlets. These deposits are refundable upon termination of operation contracts.

The amounts owing to subsidiary, related and associated companies of the Company are unsecured, repayable on demand and interest bearing except for amounts totalling RM32,811,000 (2015 : RM269,314,000) which are non interest bearing.

### 27 SHORT TERM BORROWINGS

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Secured:				
Amount repayable within 12 months:				
- Term loans (Note 22)	579,639	597,731	133,925	115,115
- Medium term notes (Note 22)	105,000	200,000	-	-
Other short term borrowings	230,170	205,239	81,574	84,540
Bank overdrafts	9,586	23,267	-	14,854
	924,395	1,026,237	215,499	214,509
Amount repayable within 12 months:				
Hire purchase and				
finance lease liabilities (Note 22)	8,990	7,995	638	566
	933,385	1,034,232	216,137	215,075

The secured borrowings are secured by certain quoted shares, properties, and deposits of the Company and its subsidiary companies as mentioned in Notes 3, 4, 5, 7, 8, 10, 12, 13, 16 and 17.

The short term borrowings bear floating interest at rates ranging from 2.75% to 9.35% (2015 : 1.91% to 9.35%) per annum for the Group and from 4.59% to 8.85% (2015 : 4.58% to 8.85%) per annum for the Company.

Approximately RM2,006,000 (2015 : RM1,949,000) and RM638,000 (2015 : RM566,000) included in the hire purchase and finance lease liabilities of the Group and of the Company respectively represent amounts owing to a related company.

**28 PROVISIONS**

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
<u>Sales warranty</u>		
At 1 May 2015/2014	124	613
Additional provision during the year (Note 34)	539	190
Utilised during the year	(202)	(741)
Exchange differences	(14)	62
At 30 April 2016/2015	<u>447</u>	<u>124</u>
<u>Restoration costs</u>		
At 1 May 2015/2014	971	968
Additional provision during the year	-	3
At 30 April 2016/2015	<u>971</u>	<u>971</u>
Total	<u>1,418</u>	<u>1,095</u>

(a) Sales warranty

A foreign subsidiary company provides 3 to 12 (2015 : 3 to 12) months warranties on certain products and undertakes to repair or replace items that fail to perform satisfactorily. Provision for warranties is recognised for all products under warranty at the reporting date based on past experience of the level of repairs and returns.

(b) Dismantlement, removal or restoration of property, plant and equipment

Provision for dismantlement, removal or restoration is the estimated cost of dismantlement, removal or restoration of property, plant and equipment arising from the use of such assets, which are capitalised and included in the cost of property, plant and equipment.

## NOTES TO THE FINANCIAL STATEMENTS

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### 29 REVENUE

Revenue of the Group and the Company are analysed into significant categories as follows and the intra-group transactions are excluded from revenue of the Group:

#### Group

	2016 RM'000	2015 RM'000
Toto betting and leasing of lottery equipment income	3,313,741	3,350,530
Sales of motor vehicles, charges for aftersales services, repairs and maintenance services rendered	2,174,907	1,891,700
Income from supply of goods and services from hotels, resorts, theme park operations and casino operations	284,986	270,301
Contract revenue and sale of property inventories	355,560	255,212
Income from chartered and scheduled flights	10,512	22,861
Membership fees and subscriptions	67,002	70,702
Rental income from investment properties	24,572	27,811
Sale of lottery and voting systems and spare parts	52,717	21,046
	<b>6,283,997</b>	<b>5,910,163</b>

#### Company

	2016 RM'000	2015 RM'000
Gross dividend income		
- from unquoted subsidiary companies	102,630	131,878
- from a quoted subsidiary company	36,615	45,447
- from a quoted associated company	332	665
	<b>139,577</b>	<b>177,990</b>
Management fees receivable		
- from subsidiary companies	940	940
- from an associated company	240	240
	<b>1,180</b>	<b>1,180</b>
	<b>140,757</b>	<b>179,170</b>

### 30 OTHER INCOME

Included in other income are the following:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Operating lease income, other than those relating to investment properties	9,766	9,194	-	-
Reversal of impairment loss on receivables	2,441	1,403	-	-
Finance income - loans and receivables and other liabilities at amortised costs	2,989	3,726	-	-

**30 OTHER INCOME (CONT'D)**

Included in other income are the following (cont'd):

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Gain on disposal of property, plant and equipment	429	1,037	59	41
Gain on foreign exchange - realised	3,965	2,486	-	-
- unrealised	99,753	46,648	40,821	-

**31 INVESTMENT RELATED INCOME**

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Interest income on loans and receivables:				
- fixed and other deposits	20,055	20,245	1,442	398
- inter-company				
- subsidiary companies	-	-	36,293	35,349
- related companies	15	18	15	14
- joint ventures	24,960	20,577	-	-
- others	9,902	8,842	-	-
	54,932	49,682	37,750	35,761
Dividend income (gross) from:				
- available-for-sale investments				
- quoted in Malaysia	1,035	2,141	-	-
- quoted outside Malaysia	148	-	-	-
Net gains of fair value through profit or loss investments quoted in Malaysia	-	11,966	-	483
Net fair value gain on available-for- sale equity investment transferred from equity upon disposal	-	18,794	-	-
Net gain on deemed disposal of a subsidiary company	25,958	-	-	-
Net gain on remeasurement of retained equity interest in a former subsidiary company	122,271	-	-	-
Fair value adjustment on investment properties (Note 4)	11,345	13,036	-	-
Reversal of impairment of investments in subsidiary companies	-	-	8,768	10,510
Reversal of impairment of amounts owing from subsidiary companies	-	-	8,363	5,000
Balance carried forward	215,689	95,619	54,881	51,754

## NOTES TO THE FINANCIAL STATEMENTS

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### 31 INVESTMENT RELATED INCOME (CONT'D)

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Balance brought forward	215,689	95,619	54,881	51,754
Writeback of amounts				
owing from subsidiary companies	-	-	235,820	5,000
Writeback of investments				
in subsidiary companies	-	-	3,800	-
Refund of stamp duty and				
expenses paid in relation				
to an aborted corporate exercise	-	18,120	-	-
Reversal of impairment of				
property, plant and equipment	31,057	7,981	-	-
Reversal of impairment of				
land held for development	8,802	6,000	-	-
Reversal of impairment of				
property development costs	7,119	-	-	-
Reversal of impairment of				
unquoted investments	2,523	-	-	-
Gain on disposal				
of unquoted investments	95	100	-	-
Gain on disposal				
of an investment property	-	256	-	-
	<u>265,285</u>	<u>128,076</u>	<u>294,501</u>	<u>56,754</u>

### 32 INVESTMENT RELATED EXPENSES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Impairment of goodwill	373,265	380,734	-	-
Impairment of assets held for sale	131,612	-	-	-
Impairment of available-for-sale				
of quoted equity investments	564	10,607	-	-
Fair value loss of				
fair value through profit or loss				
investments quoted in Malaysia	6,859	-	1,450	-
Impairment in value of				
investment in associated companies	28,650	17,304	-	-
Impairment in value of				
property, plant and equipment	16,266	19,208	-	-
Impairment in value				
of investment property	-	22,250	-	-
Impairment in value of				
unquoted investments	7,497	1,400	-	-
Balance carried forward	<u>564,713</u>	<u>451,503</u>	<u>1,450</u>	<u>-</u>



## 32 INVESTMENT RELATED EXPENSES (CONT'D)

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Balance brought forward	564,713	451,503	1,450	-
Net fair value loss on available- for-sale equity investment transferred from equity upon disposal	1,191	-	-	-
Loss on disposal of quoted investments	566	-	-	-
Liquidated ascertained damages on termination of sale and purchase agreement	1,903	-	-	-
Expenditure of a liquidated associated company	-	6,532	-	6,532
Impairment loss on amounts owing from subsidiary companies	-	-	70,668	19,263
Write-off of amounts owing from subsidiary companies	-	-	33,587	24,608
Impairment loss on amounts owing from:				
- a joint venture	1,226	975	-	-
- an associated company	2	29	-	-
Impairment in value of investment in subsidiary companies	-	-	19,652	15,593
	<u>569,601</u>	<u>459,039</u>	<u>125,357</u>	<u>65,996</u>

## 33 FINANCE COSTS

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Interest expense on financial liabilities at amortised cost:				
- bank and other borrowings	104,621	108,296	36,884	56,298
- hire purchase and finance lease	4,321	5,212	124	102
- inter-companies				
- subsidiary companies	-	-	30,769	19,339
- related companies	36	20	6	-
- medium term notes	68,274	47,023	31,875	11,877
- loan related expenses	4,175	6,103	471	1,464
- manufacturers' vehicle stocking loans	9,837	7,066	-	-
- defined benefit plans (Note 24)	517	420	-	-
- unwinding of discount and charge out of deferred transaction costs	12,656	15,579	2,622	8,222
	<u>204,437</u>	<u>189,719</u>	<u>102,751</u>	<u>97,302</u>

# NOTES TO THE FINANCIAL STATEMENTS

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## 34 PROFIT BEFORE TAX

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Profit before tax is stated after charging:				
Depreciation of				
property, plant and equipment	100,557	98,424	1,517	1,099
Auditors' remuneration				
- audit - current year	2,777	2,743	150	150
- underprovision in previous year	18	57	-	-
- other services	457	730	341	391
Directors' remuneration (Note 35)				
- fees	2,304	1,900	133	138
- salaries and other emoluments	16,075	20,335	1,039	985
- defined contribution/benefit plans	2,803	3,932	126	145
- bonus	1,099	3,256	66	240
- performance incentive	7,703	8,944	-	-
Impairment loss on receivables	5,311	1,654	-	-
Receivables written off	24	91	-	-
Minimum operating lease payments:				
- premises	44,094	39,723	72	89
- plant and machinery	93	111	-	-
Contribution to National Sports Council	46,126	53,024	-	-
Property, plant and equipment written off	101	663	-	-
Inventories written down	-	8,397	-	-
Amortisation of:				
- gaming rights	28,354	-	-	-
- computer software	802	501	-	-
- prepaid land lease premiums	-	16	-	-
Provision for sales warranty	539	190	-	-
Management fees payable				
to ultimate holding company	1,120	1,120	400	400
Loss on foreign exchange - realised	18,327	12,469	5,345	2,661
- unrealised	38,851	38,774	6,003	5,352
Loss on disposal of				
property, plant and equipment	1,931	3,063	-	-
Direct operating				
expenses of investment properties *	5,459	6,575	-	-
Employee benefit expenses (Note 36)	379,216	353,377	12,558	11,482
And after crediting:				
Management fees receivable				
from an associated company	240	240	-	-

\* It is not practicable to segregate the direct operating expenses of investment properties in respect of revenue and non-revenue generating properties due to periodic changes in the occupancy rates during the financial year.

**35 DIRECTORS' REMUNERATION**

The aggregate Directors' remuneration paid or payable to all Directors of the Company and of the Group, categorised into appropriate components for the financial year are as follows:

<b>Directors of the Company:</b>	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
<u>Executive Directors</u>				
Salaries and other emoluments	3,015	2,595	1,023	966
Defined contribution plan	496	541	126	145
Bonus	196	748	66	240
Benefits-in-kind	62	67	57	67
<u>Non-Executive Directors</u>				
Fees	178	183	133	138
Salaries and other emoluments	765	750	16	19
Defined contribution plan	24	27	-	-
Bonus	13	13	-	-
Benefits-in-kind	21	20	-	-
	<b>4,770</b>	<b>4,944</b>	<b>1,421</b>	<b>1,575</b>
<b>Other Directors of the Group:</b>				
Fees	2,126	1,717	-	-
Salaries and other emoluments	12,295	16,990	-	-
Retirement benefits				
- defined benefit plan (Note 24)	3	200	-	-
- defined contribution plan	2,280	3,164	-	-
Bonus	890	2,495	-	-
Performance incentive	7,703	8,944	-	-
Benefits-in-kind	532	524	-	-
	<b>25,829</b>	<b>34,034</b>	<b>-</b>	<b>-</b>

## NOTES TO THE FINANCIAL STATEMENTS

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### 36 EMPLOYEE BENEFIT EXPENSES

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Wages, salaries and other allowances (excluding directors' remuneration)	326,234	301,080	10,266	9,476
Social security costs and employee insurance	18,578	15,982	328	329
Retirement benefits				
- defined benefit plans (Note 24)	910	700	-	-
- defined contribution plan	20,662	20,265	1,262	1,168
Short term accumulating compensated absences	242	448	74	(43)
Other staff related expenses	12,590	14,902	628	552
	<u>379,216</u>	<u>353,377</u>	<u>12,558</u>	<u>11,482</u>

### 37 TAXATION

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Income tax:				
Malaysian income tax	178,767	175,090	1,063	327
Foreign tax	24,802	25,284	-	-
Withholding tax	343	163	-	-
Under/(Over)provision in prior years:				
- Malaysian income tax	2,606	(5,877)	1,048	(1,295)
- Foreign tax	178	(647)	-	-
	<u>206,696</u>	<u>194,013</u>	<u>2,111</u>	<u>(968)</u>
Deferred tax (Note 25):				
Relating to origination and reversal of temporary differences	(31,490)	3,439	-	-
Effect of change in tax rate	-	(2,074)	-	-
Effects of real property gains tax	(1,161)	(2,579)	-	-
Overprovision in prior years	(60)	(5,695)	-	-
	<u>(32,711)</u>	<u>(6,909)</u>	<u>-</u>	<u>-</u>
	<u>173,985</u>	<u>187,104</u>	<u>2,111</u>	<u>(968)</u>

Malaysian income tax is calculated at the Malaysian statutory income tax rate of 24% (2015 : 25%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

**37 TAXATION (CONT'D)**

A reconciliation of income tax expense applicable to profit before tax at the statutory income tax rate to income tax expense at the effective income tax of the Group and of the Company is as follows:

<b>Group</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Profit before tax	8,961	25,276
Tax at Malaysian statutory tax rate of 24% (2015 : 25%)	2,151	6,319
Effect of different tax rates in other countries/tax regimes	(4,857)	(2,418)
Effect of income not subject to tax	(29,244)	(19,941)
Effect of income subject to real property gains tax	(1,161)	(2,579)
Effect of expenses not deductible for tax purposes	189,151	196,030
Effect of utilisation of previously unrecognised tax losses, unabsorbed capital allowances and unabsorbed investment tax allowances	(11,753)	(3,863)
Effect of share of associated companies' and joint ventures' results	8,219	3,046
Deferred tax assets not recognised in respect of current year's tax losses, unabsorbed capital allowances and other deductible temporary differences	18,727	25,263
Deferred tax assets recognised on previously unrecognised tax losses, unabsorbed capital allowances, unabsorbed investment tax allowances and other deductible temporary differences	(315)	(623)
Overprovision of deferred tax in prior years	(60)	(5,695)
Under/(Over)provision of tax expense in prior years	2,784	(6,524)
Effect of change in tax rate	-	(2,074)
Withholding tax	343	163
Taxation for the year	173,985	187,104
<b>Company</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Profit before tax	196,083	28,038
Tax at Malaysian statutory tax rate of 24% (2015 : 25%)	47,060	7,010
Effect of expenses not deductible for tax purposes	59,287	40,790
Effect of income not subject to tax	(104,987)	(46,273)
Effect of utilisation of previously unabsorbed capital allowances	(297)	(253)
Tax losses utilised from group relief	-	(947)
Under/(Over)provision of tax in prior year	1,048	(1,295)
Taxation for the year	2,111	(968)

## NOTES TO THE FINANCIAL STATEMENTS

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### 37 TAXATION (CONT'D)

Tax savings during the financial year arising from:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Utilisation of current year tax losses	708	1,492	-	-
Utilisation of previously unrecognised tax losses	1,255	1,541	-	-

### 38 LOSS PER SHARE

The loss per share is calculated by dividing loss attributable to equity holders of the Parent of RM270,637,000 (2015 : RM382,960,000) on the weighted average of 4,989,394,000 (2015 : 4,985,943,000) ordinary shares of RM0.50 each with voting rights in issue (excluding treasury shares).

	Group	
	2016	2015
Loss attributable to the equity holders of the Parent (RM'000)	(270,637)	(382,960)
Weighted average number of ordinary shares with voting rights in issue ('000)	4,989,394	4,985,943
Basic loss per share (sen)	(5.42)	(7.68)

There are no potential ordinary shares outstanding as at 30 April 2016. As such, the fully diluted loss per share of the Group is equivalent to the basic loss per share.

There have been no other transactions involving ordinary shares or potential ordinary shares between the reporting date and the date of authorisation of these financial statements.

### 39 FINANCIAL GUARANTEES AND CONTINGENT LIABILITIES

#### (a) Financial Guarantees

The financial guarantees provided to financiers for subsidiary companies are no longer disclosed as contingent liabilities but would instead be accounted as financial liabilities if considered likely to crystallise. The Company has assessed the financial guarantee contracts and concluded that the financial impact of the guarantees is not material.

**39 FINANCIAL GUARANTEES AND CONTINGENT LIABILITIES (CONT'D)****(b) Contingent Liabilities**

Since October 2013, the Group's hotels and resorts in Malaysia has complied with the Minimum Wage Order 2012 implemented by the Ministry of Human Resource ("MOH"). As stated in the guidelines issued by MOH, service charge collection may be converted to form part of the minimum wage. This has been the practice of the Malaysian hospitality industry since October 2013.

The National Union of Hotel, Bar & Restaurant Workers Peninsular ("Trade Union") was not agreeable to this practice. The Trade Union requires all hospitality entities covered under the Trade Union to top up all employees' salary to a minimum of RM900 at their own expense and employers are not allowed to convert the service charges collected to form part of minimum wage. Effective 1 July 2016, the minimum wage is revised to RM1,000.

Trade dispute proceedings have been instituted by the Trade Union at the Industrial Court of Malaysia ("Industrial Court") against several of the Group's hotels and resorts which are still ongoing at reporting date.

Recently, in another trade dispute proceeding between the Trade Union and another hotel, the Industrial Court has ruled in favour of the Trade Union that is, an employee shall be paid the minimum wage, in accordance to Minimum Wage Order 2012, over and above the service charges imposed.

The Group is of the opinion that the Industrial Court ruling can be challenged at the High Court by way of judicial review proceedings. Furthermore, the Malaysian Association of Hotels and the Malaysian Association of Hotel Owners representing the hospitality industry are in the midst of discussion with the relevant authorities on this matter.

The Group assessed that the exposure of the above trade dispute is approximately RM3,978,000.

**40 COMMITMENTS****(a) Other Commitments**

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
Capital expenditure:				
- approved and contracted for	20,813	38,457	-	-
- approved but not contracted for	24,517	17,852	-	-
Land lease payments for foreign development project	435,456	397,040	-	-
Group's share of a joint venture's commitment				
- land use rights fee	10,625	9,921	-	-
- land rental	4,566	3,798	-	-
Proposed share subscription in an investee company	13,975	13,975	-	-
	<b>509,952</b>	<b>481,043</b>	<b>-</b>	<b>-</b>

## NOTES TO THE FINANCIAL STATEMENTS

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### 40 COMMITMENTS (CONT'D)

#### (b) Non-Cancellable Operating Lease Commitments - Group and Company as Lessees

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Future minimum rental payable:				
Not later than 1 year	38,494	32,993	1,204	1,151
Later than 1 year and not later than 5 years	102,068	87,028	27	-
More than 5 years	357,166	263,039	-	-
	<u>497,728</u>	<u>383,060</u>	<u>1,231</u>	<u>1,151</u>

The Group and the Company entered into operating leases which represent rental payable for the use of land and buildings, vehicles and plant and equipment. Leases are negotiated for a period of between 1 and 70 years and rentals fixed for between 1 and 70 years.

A foreign subsidiary company has entered into land lease contracts for operating lease terms of 100 years. These leases are non-cancellable upon the foreign subsidiary company obtaining property development approval from the foreign authorities.

#### (c) Non-Cancellable Operating Lease Commitments - Group as Lessor

	Group	
	2016 RM'000	2015 RM'000
Future minimum rental receivable:		
Not later than 1 year	20,605	22,630
Later than 1 year and not later than 5 years	18,742	16,573
More than 5 years	6,854	-
	<u>46,201</u>	<u>39,203</u>

The Group entered into commercial property leases on its investment properties portfolio consisting of commercial and office space.

A foreign subsidiary company has entered into a lease for provision of online lottery equipment for a stipulated period. Revenue from the leasing of lottery equipment is recognised based on certain percentage of the gross receipts from the lottery ticket sales of the lottery operator subject to an annual minimum fee as prescribed in the lease agreement. The lease income is recognised as revenue during the financial year as disclosed in Note 29.



#### 41 MATERIAL LITIGATION

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

Pursuant to the Land SPA, JDC is obligated to transfer the land 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. JDC breached the terms of the Land SPA as it had 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 has 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 work thereon, JDC was obligated to and repurchased part of the lands (under Phases 2 to 9) for KRW107.0 billion (or equivalent to approximately RM374.5 million) and the cash proceeds were used to fully settle the loan outstanding with the financiers, and to partially settle the Phase 1 construction costs due and owing to the main contractor.

On completion of the land repurchased by JDC, BJR gave notice to terminate the Land SPA in respect of the remaining land under Phase 1 of the Jeju Project. The JDC Lawsuit is still on-going. Based on the legal opinion obtained from its lawyers, BJR believes that the outcome of the JDC Lawsuit will be in its favour.

#### 42 SIGNIFICANT RELATED PARTY DISCLOSURES

	Note	Group		Company	
		2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Repayment from:					
- subsidiary companies		-	-	400,533	394,332
(Advances to)/Repayment from:					
- subsidiary companies		-	-	(411,458)	(441,416)
- joint ventures	b	10,962	(7,979)	-	-
- related companies	a	86,099	3,124	-	-
Rental of premises and related services receivable from:					
- Singer (Malaysia) Sdn Bhd	c	(485)	(485)	-	-
- Inter-Pacific Securities Sdn Bhd	a	(1,079)	(1,066)	-	-
- Berjaya Higher Education Sdn Bhd	a	(2,947)	(2,763)	-	-

## NOTES TO THE FINANCIAL STATEMENTS

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### 42 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

	Note	Group		Company	
		2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Rental of premises and related services receivable from:					
- Sun Media Corporation Sdn Bhd	d	(573)	(568)	-	-
- Tai Thong Group Sdn Bhd	e	(1,429)	(1,348)	-	-
- 7-Eleven Malaysia Sdn Bhd	c	(2,234)	(2,139)	-	-
- Berjaya Starbucks Coffee Company Sdn Bhd	a	(1,157)	(321)	-	-
- U Mobile Sdn Bhd ("UMSB")	c	(1,865)	(1,833)	-	-
- Songbird Amusement Sdn Bhd	f	(315)	(306)	-	-
- BerjayaCity Sdn Bhd	a	(216)	(301)	-	-
- Berjaya Assets Food (BAF) Sdn Bhd ("BAF")	g	(356)	-	-	-
Supply of computerised lottery systems and related services to Natural Avenue Sdn Bhd ("NASB")	g	(560)	(500)	-	-
Provision of guard services to BerjayaCity Sdn Bhd	a	(611)	(1,612)	-	-
Aircraft leasing charges receivable from Cosway (M) Sdn Bhd	a	(960)	(960)	-	-
Rental of premises payable to Berjaya Times Square Sdn Bhd ("BTSSB")	g	712	716	379	379
Rental of premises payable to Ambilan Imej Sdn Bhd	a	3,627	3,541	-	-
Rental of premises payable to Berjaya Sompo Insurance Berhad	i	561	561	-	-
Share registration services rendered by Berjaya Registration Services Sdn Bhd	a	889	544	71	57
Advertising and publishing services charged by Sun Media Corporation Sdn Bhd	d	1,206	1,594	37	-
Purchase of consumables from Graphic Press Group Sdn Bhd	a	14,465	14,996	-	-

## 42 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

	Note	Group		Company	
		2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Information technology consultancy and management related services as well as purchase of hardware, software, network equipment from Qinetics Solutions Sdn Bhd and Qinetics Services Sdn Bhd	h	3,189	4,918	1,366	1,720

Nature of Relationships

- (a) Related companies/member companies of BCorp Group other than subsidiary companies of the Company.
- (b) Joint ventures of the Group as disclosed in Note 9.
- (c) A company in which Tan Sri Dato' Seri Vincent Tan Chee YOUNG ("Tan Sri Vincent Tan") has interests.
- (d) A subsidiary company of Berjaya Media Berhad ("BMedia"). The Group and related companies of BCorp Group have interests in BMedia. Tan Sri Vincent Tan is a substantial shareholder of BMedia and his brother Tan Sri Dato' Tan Chee Sing ("TSDT") also has interest in BMedia. Tan Sri Vincent Tan is the father of Nerine Tan Sheik Ping and Chryseis Tan Sheik Ling, Directors of the Company. TSDT is the father of Dato' Dickson Tan Yong Loong ("DDT"), a Director of the Company.
- (e) Wholly owned subsidiary company of Tai Thong Holdings Sdn Bhd which in turn is a wholly-owned subsidiary company of Diversified Kinetic Sdn Bhd. TSDT and DDT are major shareholders of Diversified Kinetic Sdn Bhd.
- (f) A company in which a person connected with Tan Sri Vincent Tan has interest.
- (g) BTSSB and BAF are wholly owned subsidiary companies of BASSETS whilst NASB is effectively 65%-owned by BASSETS. Tan Sri Vincent Tan is a substantial shareholder of BASSETS whilst TSDT has interests in BASSETS.
- (h) Subsidiary companies of MOL.com Sdn Bhd ("MOL"). Tan Sri Vincent Tan and the related companies of BCorp Group are substantial shareholders of MOL.
- (i) Associated company of BCorp Group.

All transactions have been fully settled as at 30 April 2016 except for those disclosed in Notes 14 and 26.

Certain professional fees amounting to RM7,542,000 (2015 : RM6,510,000) were incurred by a foreign subsidiary company for management and consultancy services contracted with a corporate entity, of which the Chief Executive Officer of the foreign subsidiary company has an interest.

All other significant intercompany transactions have been disclosed in Notes 29, 31, 32, 33 and 34 and in the statements of cash flows.

The compensation of the key management personnel of the Group and of the Company are as follows:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Short-term benefits	28,201	35,367	1,295	1,430
Post-employment benefits	2,870	3,991	126	145
	31,071	39,358	1,421	1,575

## NOTES TO THE FINANCIAL STATEMENTS

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### 43 SEGMENTAL INFORMATION

For management purposes, the Group is organised into business segments based on their products and services, and has reportable operating segments as follows:

- (i) toto betting and related activities - toto betting operations under Section 5 of the Pool Betting Act and leasing of online lottery equipment;
- (ii) motor vehicle dealership - motor vehicle retailer, repairs and maintenance and provider of related aftersales services;
- (iii) property development and property investment - development of residential and commercial properties and operations and letting of properties;
- (iv) hotels and resorts - management and operations of hotels and resorts; and
- (v) club, recreation and others - operations of recreational clubs, vacation time share and air charter business.

Management monitors the operating results of its business segments separately for performance assessment and makes strategic decisions based on the operating results. Segment performance is evaluated based on operating profit or loss which is measured similar to the operating profit or loss in the consolidated financial statements. Group financing (including finance costs) are managed on a group basis and not allocated to operating segments.

The geographical segment information is prepared based on the locations of assets. The segment revenue by geographical location of customers does not differ materially from segment revenue by geographical location of assets.

Unallocated assets/liabilities include items relating to investing and financing activities and items that cannot be reasonably allocated to individual segment. These include mainly corporate assets, tax recoverable/liabilities, borrowings, hire purchase and lease obligations.

Other non-cash expenses include mainly unrealised loss on foreign exchange, write-off of property, plant and equipment, write-down of inventories and impairment loss on receivables.

43 SEGMENTAL INFORMATION (CONT'D)

(a) Business Segments:

Revenue	External RM'000	2016 Inter- segment RM'000	Total RM'000	External RM'000	2015 Inter- segment RM'000	Total RM'000
Toto betting and related activities	3,363,835	-	3,363,835	3,371,576	-	3,371,576
Motor vehicle dealership	2,177,530	-	2,177,530	1,891,923	-	1,891,923
Property development and property investment	380,132	8,443	388,575	283,023	8,090	291,113
Hotels and resorts	281,200	1,897	283,097	279,420	2,219	281,639
Club, recreation and others	81,300	21,095	102,395	84,221	27,277	111,498
Inter-segment eliminations	-	(31,435)	(31,435)	-	(37,586)	(37,586)
	6,283,997	-	6,283,997	5,910,163	-	5,910,163

Inter-segment revenue are eliminated on consolidation.

Results

	2016 RM'000	2015 RM'000
Toto betting and related activities	497,296	564,966
Motor vehicle dealership	19,382	27,275
Property development and property investment	40,065	8,350
Hotels and resorts	21,630	28,216
Club, recreation and others	(28,876)	(50,218)
Segment results	549,497	578,589
Unallocated corporate income/(expenses)	2,463	(20,449)
	551,960	558,140
Investment related income (Note 31)		
- toto betting and related activities	21,587	40,454
- property development and property investment	163,498	44,539
- hotels and resorts	3,005	8,654
- club, recreation and others	47,461	3,771
- unallocated	29,734	30,658
	265,285	128,076
Investment related expenses (Note 32)		
- toto betting and related activities	(383,083)	(380,888)
- property development and property investment	(134,117)	(27,844)
- hotels and resorts	(1,225)	-
- club, recreation and others	(16,266)	(20,608)
- unallocated	(34,910)	(29,699)
	(569,601)	(459,039)
Finance costs	247,644	227,177
Share of results of associated companies	(204,437)	(189,719)
Share of results of joint ventures	(16,673)	10,011
Profit before tax	(17,573)	(22,193)
Taxation	8,961	25,276
Loss for the year	(173,985)	(187,104)
Non-controlling interests	(165,024)	(161,828)
Loss attributable to owners of the Parent	(105,613)	(221,132)
	(270,637)	(382,960)

# NOTES TO THE FINANCIAL STATEMENTS

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## 43 SEGMENTAL INFORMATION (CONT'D)

### (a) Business Segments (Cont'd):

Assets and Liabilities	2016		2015	
	Assets RM'000	Liabilities RM'000	Assets RM'000	Liabilities RM'000
Toto betting and related activities	5,140,150	315,053	5,412,596	292,975
Motor vehicle dealership	864,858	607,508	680,992	460,700
Property development and property investment	3,804,462	1,468,859	4,802,726	897,488
Hotels and resorts	1,437,495	413,083	1,321,937	396,366
Club, recreation and others	1,030,828	675,630	1,105,968	571,852
Inter-segment eliminations	(875,912)	(920,987)	(884,132)	(924,618)
Segment assets/liabilities	11,401,881	2,559,146	12,440,087	1,694,763
Investment in associated companies	484,462	-	378,015	-
Investment in joint ventures	45,310	-	44,812	-
Assets classified as held for sale	979,782	-	58,009	-
Unallocated corporate assets/liabilities	1,507,597	3,841,892	1,250,207	4,259,682
Consolidated assets/liabilities	14,419,032	6,401,038	14,171,130	5,954,445

Inter-segment assets and liabilities are eliminated on consolidation.

Other Information	2016			2015		
	Capital expenditure RM'000	Depreciation/ Amortisation RM'000	Other non-cash expenses RM'000	Capital expenditure RM'000	Depreciation/ Amortisation RM'000	Other non-cash expenses RM'000
Toto betting						
and related activities	12,928	45,985	2,816	5,877	21,699	4,948
Motor vehicle dealership	64,066	14,256	939	23,791	10,864	5,446
Property development						
and property investment	58,804	3,564	1,064	249,380	3,380	3,314
Hotels and resorts	13,442	37,620	563	65,056	35,713	389
Club, recreation and others	4,043	26,224	19,820	5,348	25,421	21,582
Unallocated	1,300	2,064	19,085	866	1,864	13,900
	154,583	129,713	44,287	350,318	98,941	49,579

Capital expenditure consists of additions to property, plant and equipment as disclosed in Note 3.

### Impairment Losses

	2016 RM'000	2015 RM'000
Toto betting and related activities	381,326	380,888
Property development and property investment	132,214	27,844
Hotels and resorts	1,225	-
Club, recreation and others	16,266	20,608
Unallocated	34,910	23,167
	565,941	452,507

### (b) Geographical Locations:

	2016			2015		
	Revenue RM'000	Segment assets RM'000	Capital expenditure RM'000	Revenue RM'000	Segment assets RM'000	Capital expenditure RM'000
Malaysia	3,827,927	8,364,893	92,207	3,800,423	8,663,393	40,841
Outside Malaysia	2,456,070	3,036,988	62,376	2,109,740	3,776,694	309,477
	6,283,997	11,401,881	154,583	5,910,163	12,440,087	350,318

The Group operates principally in Malaysia. Outside Malaysia mainly comprises the Republic of Seychelles, United Kingdom, the Republic of Korea, Sri Lanka, the People's Republic of China, the Philippines, the Socialist Republic of Vietnam, Japan and United States of America.

**44 FAIR VALUE MEASUREMENT**

The Group and the Company measure fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1 Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

**(a) Non financial assets that are measured at fair value**

- (i) The table below analyses the Group's non financial assets measured at fair value at the reporting date, according to the level in the fair value hierarchy:

Investment Properties

<b>Group 2016</b>	<b>Level 1 RM'000</b>	<b>Level 2 RM'000</b>	<b>Level 3 RM'000</b>	<b>Total RM'000</b>
Commercial properties	-	34,320	530,335	564,655
Other properties	-	37,283	19,965	57,248
	-	71,603	550,300	621,903

  

<b>2015</b>				
Commercial properties	-	33,470	519,960	553,430
Other properties	-	34,373	19,955	54,328
	-	67,843	539,915	607,758

- (ii) Description of valuation techniques used and key inputs to valuation on non financial assets

Comparison method

Under the comparison method, a property's fair value is estimated based on comparable transactions. This approach is based upon the principle of substitution under which a potential buyer will not pay more for the property than it will cost to buy a comparable substitute property. In theory, the best comparable sale would be an exact duplicate of the subject property and would indicate, by the known selling price of the duplicate, the price for which the subject property could be sold. Investment properties valued under the comparison method, with insignificant adjustments factors, are categorised as Level 2 in the fair value hierarchy.

Certain other investment properties valued using the comparison method with significant adjustments made for differences such as location, size, condition, accessibility and design ("adjustment factors") are categorised as Level 3 in the fair value hierarchy. The significant unobservable inputs for this category of investment properties, which are the adjustment factors, range generally between 78% and -15% (2015 : 21% and -22%) of the respective properties' fair value. Larger properties of the Group which are owned en-bloc may contain adjustment factors outside this range.

## NOTES TO THE FINANCIAL STATEMENTS

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### 44 FAIR VALUE MEASUREMENT (CONT'D)

#### (a) Non financial assets that are measured at fair value (Cont'd)

- (ii) Description of valuation techniques used and key inputs to valuation on non financial assets (cont'd)

##### Comparison/Depreciable Replacement Cost Method

The comparison/cost method of valuation entails separate valuations of the land and buildings to arrive at the market value of the subject property.

The land is valued by reference to transactions of similar lands in the surrounding vicinity with adjustments made for differences in location, terrain, size and shape of the land, tenure, title restrictions, if any and other relevant characteristics.

Completed buildings are valued by reference to the current estimates on constructional costs to erect equivalent buildings, taking into consideration of similar accommodation in terms of size, construction and profits. Appropriate adjustments are then made for the factors of age, obsolescence and existing physical condition of the building.

The investment properties valued using this method is categorised as Level 3 in the fair value hierarchy.

The significant unobservable inputs for this category of assets are the land and replacement cost per square feet which ranges from RM70 to RM7,161 per square feet (2015 : RM70 to RM9,770 per square feet), and the depreciation rate of 2% (2015 : 2%).

##### Sensitivity analysis

The increase in the price per square feet of comparable properties in the surrounding vicinity will result in an increase of fair value of these properties.

- (iii) Fair value reconciliation of non financial assets measured at Level 3

##### Investment Properties

	<b>Group</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>
At 1 May 2015/2014	539,915	580,841
Additions during the year	-	30
Transfer to assets classified as held for sale (Note 18)	-	(25,750)
Net fair value adjustments	10,385	(15,206)
At 30 April 2016/2015	<u>550,300</u>	<u>539,915</u>



**44 FAIR VALUE MEASUREMENT (CONT'D)****(b) Non financial assets that are disclosed at fair value**

The table below analyses the Group's non financial assets disclosed at fair value at the reporting date, according to the level in the fair value hierarchy:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>2016</b>				
<u>Subsidiary companies</u>				
Company	592,114	-	-	592,114
<u>Associated companies</u>				
Group	140,912	-	-	140,912
Company	26,279	-	-	26,279
<b>2015</b>				
<u>Subsidiary companies</u>				
Company	630,461	-	-	630,461
<u>Associated companies</u>				
Group	178,533	-	-	178,533
Company	27,609	-	-	27,609

**(c) Financial instruments that are measured at fair value**

The table below analyses the financial instruments measured at fair value at the reporting date, by the level in the fair value hierarchy:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
<b>2016</b>				
<u>Financial assets - Investments</u>				
Group	81,919	-	-	81,919
Company	1,450	-	-	1,450
<u>Financial assets - Short term investments</u>				
Group	9,302	-	-	9,302
<b>2015</b>				
<u>Financial assets - Investments</u>				
Group	147,187	-	-	147,187
Company	2,901	-	-	2,901
<u>Financial assets - Short term investments</u>				
Group	3,087	-	-	3,087

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### 45 FINANCIAL INSTRUMENTS

#### (a) Classification of financial instruments

Financial assets and financial liabilities are measured either at fair value or at amortised cost. The principal accounting policies in Note 2.2 describe how the classes of financial instruments are measured, and how income and expense, including fair value gains and losses, are recognised. The following table analyses the financial assets and liabilities in the statements of financial position by the class of financial instruments to which they are assigned, and therefore by the measurement basis:

		Group		Company	
	Note	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
<b><u>Financial assets</u></b>					
<u>Available-for-sale</u>					
Investments	10	86,165	151,038	5,958	5,958
<u>Loans and receivables</u>					
Receivables	14	1,339,765	976,621	2,647,659	2,213,603
Deposits	16	529,328	477,064	26,082	43,308
Cash and bank balances	17	1,124,390	605,010	7,509	8,409
		<u>2,993,483</u>	<u>2,058,695</u>	<u>2,681,250</u>	<u>2,265,320</u>
<u>Fair value through profit or loss</u>					
Investments	10	6,859	13,718	1,450	2,901
Short term investments	15	9,302	3,087	-	-
		<u>16,161</u>	<u>16,805</u>	<u>1,450</u>	<u>2,901</u>
Total financial assets		<u>3,095,809</u>	<u>2,226,538</u>	<u>2,688,658</u>	<u>2,274,179</u>
<b><u>Financial liabilities</u></b>					
<u>Other financial liabilities</u>					
Long term borrowings	22	2,859,025	3,238,987	1,022,970	1,134,674
Long term liabilities	23	28,200	46,591	-	-
Payables	26	2,203,747	1,302,882	995,609	695,259
Short term borrowings	27	933,385	1,034,232	216,137	215,075
Total financial liabilities		<u>6,024,357</u>	<u>5,622,692</u>	<u>2,234,716</u>	<u>2,045,008</u>

**45 FINANCIAL INSTRUMENTS (CONT'D)****(b) Fair values****(i) Financial instruments that are measured at fair value**

Information of financial instruments of the Group and of the Company that are measured at fair value as disclosed in Note 44.

**(ii) Financial instruments that are not measured at fair value and whose carrying amounts are reasonable approximation of fair value**

Included in these classes of financial instruments are certain financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value:

	Note
Receivables	14
Deposits	16
Cash and bank balances	17
Payables	26
Short term borrowings	27
Long term borrowings	22
Long term liabilities	23

The carrying amounts of these financial assets and liabilities are reasonable approximation of fair values due either to the insignificant impact of discounting or that they are floating rate instruments that are re-priced to market interest rates on or near the reporting date.

The fair values of financial guarantees are determined based on the probability weighted discounted cash flows method. The probability has been estimated and assigned for the following key assumptions:

- the likelihood of the guaranteed party defaulting within the guaranteed period;
- the exposure on the portion that is not expected to be recovered due to the guaranteed party's default; and
- the estimated loss exposure if the party guaranteed was to default.

The Company has assessed the financial guarantee contracts and concluded that the financial impact of the guarantees is not material.

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### 45 FINANCIAL INSTRUMENTS (CONT'D)

#### (b) Fair values (Cont'd)

- (iii) Financial instruments that are not measured at fair value and whose carrying amounts are not reasonable approximation of fair value

	2016 RM'000 Carrying Amount	2016 RM'000 Fair Value	2015 RM'000 Carrying Amount	2015 RM'000 Fair Value
<b><u>Financial assets</u></b>				
Investments - unquoted shares in Malaysia				
<b>Group</b>	11,105	*	17,569	*
<b>Company</b>	5,958	*	5,958	*

\* The unquoted investments are carried at cost less accumulated impairment loss as their fair values cannot be measured reliably due to the absence of an active market and reliable input data.

### 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Group's financial risk management policy seeks to ensure that adequate financial resources are available for the development of the Group's businesses whilst managing its market risk (including interest rate risk, foreign currency risk and market price risk), liquidity risk and credit risk. The Group operates within clearly defined guidelines and the Group's policy is not to engage in speculative transactions.

#### (a) Market risk

Market risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market prices.

##### (i) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of the Group's and the Company's financial instruments will fluctuate because of changes in market interest rates.

Interest rate exposure of the Group arises mainly from the Group's interest bearing borrowings and deposits. Deposits are generally short term in nature and are mostly short term deposits with licensed banks and other financial institutions.

The Group manages its interest rate exposure by maintaining a prudent mix of fixed and floating rate borrowings. The Group actively reviews its debt portfolio to mitigate the impact of interest rate risk. The Group does not utilise interest swap contracts or other derivative instruments for trading or speculation purposes.

All of the Group's and the Company's financial assets and liabilities at floating rates are contractually re-priced at intervals of less than 6 months (2015 : less than 6 months) from the reporting date.

**46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)****(a) Market risk (Cont'd)****(i) Interest Rate Risk (Cont'd)**

The information on maturity dates and effective interest rates of financial assets and liabilities are disclosed in their respective notes.

At the reporting date, the interest rate profile of the interest-bearing financial instruments is as follows:

	<b>Group</b>		<b>Company</b>	
	<b>2016 RM'000</b>	<b>2015 RM'000</b>	<b>2016 RM'000</b>	<b>2015 RM'000</b>
<u>Fixed rate instruments</u>				
Financial assets	529,328	477,064	26,082	43,308
Financial liabilities	1,742,064	1,549,009	649,724	649,320
<u>Floating rate instruments</u>				
Financial assets	640,410	585,111	1,118,844	749,226
Financial liabilities	2,159,117	2,744,978	1,534,327	1,108,471

Fair value sensitivity analysis for fixed rate instruments

The Group does not measure any fixed rate instruments at fair value through profit or loss. Therefore, a change in interest rates at the reporting date would not affect profit or loss.

Sensitivity analysis for floating rate instruments

A change of 25 basis points in interest rates at the reporting date would result in the profit before tax of the Group and of the Company to be lower/higher by RM3,797,000 and RM1,039,000 (2015: RM5,399,000 and RM898,000) respectively, assuming that all other variables remain constant.

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## 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

### (a) Market risk (Cont'd)

#### (ii) Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency rates.

The Group operates internationally and is exposed to various currencies, mainly United States Dollar, Euro, Seychelles Rupees, Singapore Dollar, Chinese Renminbi, Vietnam Dong, Thai Baht, Great Britain Pound, Korean Won, Philippine Peso, Hong Kong Dollar and Japanese Yen.

The Group maintains a natural hedge, whenever possible, by borrowing in the currency of the country in which the property or investment is located.

The unhedged financial assets and financial liabilities of the Group that are not denominated in their functional currencies are as follows:

#### Financial Assets/Liabilities Held in Non-Functional Currencies

Functional Currency of Group Companies	Thai Baht RM'000	Euro RM'000	United States Dollar RM'000	Singapore Dollar RM'000	Chinese Renminbi RM'000	Total RM'000
<u>Receivables</u>						
Ringgit Malaysia	64,888	285	336,441	921	-	402,535
Seychelles Rupees	-	627	2,150	-	-	2,777
At 30 April 2016	<u>64,888</u>	<u>912</u>	<u>338,591</u>	<u>921</u>	<u>-</u>	<u>405,312</u>
Ringgit Malaysia	94,935	-	316,781	872	-	412,588
Seychelles Rupees	-	864	344	-	-	1,208
At 30 April 2015	<u>94,935</u>	<u>864</u>	<u>317,125</u>	<u>872</u>	<u>-</u>	<u>413,796</u>
<u>Cash and bank balances and deposits</u>						
Chinese Renminbi	-	-	653	-	-	653
Seychelles Rupees	-	1,478	1,791	-	-	3,269
Korean Won	-	-	1	-	-	1
Vietnam Dong	-	-	121	-	-	121
Ringgit Malaysia	-	-	17,080	22	124,483	141,585
At 30 April 2016	<u>-</u>	<u>1,478</u>	<u>19,646</u>	<u>22</u>	<u>124,483</u>	<u>145,629</u>
Chinese Renminbi	-	7	11,951	-	-	11,958
Seychelles Rupees	-	1,627	1,860	-	-	3,487
Korean Won	-	-	1	-	-	1
Vietnam Dong	-	-	103	-	-	103
Singapore Dollar	-	-	5	-	-	5
Ringgit Malaysia	-	2	29,967	714	118,184	148,867
At 30 April 2015	<u>-</u>	<u>1,636</u>	<u>43,887</u>	<u>714</u>	<u>118,184</u>	<u>164,421</u>
<u>Payables</u>						
Ringgit Malaysia	-	1	680	20	-	701
Vietnam Dong	-	-	7,764	-	-	7,764
Seychelles Rupees	-	17	609	-	-	626
At 30 April 2016	<u>-</u>	<u>18</u>	<u>9,053</u>	<u>20</u>	<u>-</u>	<u>9,091</u>

## 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

## (a) Market risk (Cont'd)

## (ii) Foreign Currency Risk (Cont'd)

## Financial Assets/Liabilities Held in Non-Functional Currencies

Functional Currency of Group Companies	Thai Baht RM'000	Euro RM'000	United States Dollar RM'000	Singapore Dollar RM'000	Chinese Renminbi RM'000	Total RM'000
<u>Payables</u>						
Ringgit Malaysia	-	2	2,573	-	-	2,575
Vietnam Dong	-	-	1,246	-	-	1,246
Japanese Yen	-	-	-	1,452	-	1,452
Seychelles Rupees	-	34	3	-	-	37
At 30 April 2015	-	36	3,822	1,452	-	5,310
<u>Borrowings</u>						
At 30 April 2016						
Ringgit Malaysia	-	-	359,200	51,990	-	411,190
Ringgit Malaysia	-	-	320,216	84,886	-	405,102
Chinese Renminbi	-	-	17,608	-	-	17,608
At 30 April 2015	-	-	337,824	84,886	-	422,710

Sensitivity analysis for foreign currency risk

The following table demonstrates the sensitivity of the Group's profit before tax to a reasonably possible change in the USD, EUR, SCR, SGD, RMB and THB exchange rates against the respective major functional currencies of the Group entities, with all other variables remaining constant:

Group		2016 RM'000	2015 RM'000
<u>Increase/(decrease) to profit before tax</u>			
USD/RM	- strengthened 21% (2015 : 11%)	(1,335)	2,635
	- weakened 21% (2015 : 11%)	1,335	(2,635)
USD/SCR	- strengthened 9% (2015 : 4%)	300	88
	- weakened 9% (2015 : 4%)	(300)	(88)
USD/RMB	- Nil (2015 : strengthened 2%)	-	(113)
	- Nil (2015 : weakened 2%)	-	113
EUR/SCR	- strengthened 10% (2015 : 8%)	209	197
	- weakened 10% (2015 : 8%)	(209)	(197)
SGD/RM	- strengthened 14% (2015 : 3%)	(7,149)	(2,499)
	- weakened 14% (2015 : 3%)	7,149	2,499
RMB/RM	- strengthened 18% (2015 : 5%)	22,407	5,909
	- weakened 18% (2015 : 5%)	(22,407)	(5,909)
THB/RM	- strengthened 20% (2015 : 10%)	12,978	9,494
	- weakened 20% (2015 : 10%)	(12,978)	(9,494)
EUR/RM	- strengthened 20% (2015 : 5%)	57	-
	- weakened 20% (2015 : 5%)	(57)	-

The impact of sensitivity analysis of the rest of the foreign currencies is not material to the Group.

## NOTES TO THE FINANCIAL STATEMENTS

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### 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

#### (a) Market risk (Cont'd)

##### (iii) Market Price Risk

Market price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices of quoted investments.

The Group is exposed to market price risk arising from its investments in quoted instruments. The quoted instruments in Malaysia are listed on Bursa Securities and other foreign stock exchanges. These instruments are designated as available-for-sale or fair value through profit or loss financial assets. The Group does not have exposure to commodity price risk. To manage its market price risk arising from investments in quoted instruments, the Group diversifies and manages its portfolio in accordance with established guidelines and policies.

##### Sensitivity analysis for market price risk

At the reporting date, if the index of the stock exchange had been 1% higher/lower, with all other variables held constant, the Group's profit before tax would have been RM69,000 (2015 : RM137,000) higher/lower, arising as a result of higher/lower fair value gains on fair value through profit or loss equity investments. The Group's available-for-sale reserve would have been RM721,000 (2015 : RM1,307,000) higher/lower, arising as a result of an increase/decrease of 1% in the fair value of equity instruments designated as available-for-sale.

#### (b) Liquidity Risk

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations due to the shortage of funds.

The Group actively manages its debt maturity profile, operating cash flows and the availability of funds so as to ensure that refinancing, repayment and funding needs are met. As part of its overall prudent liquidity management, the Group maintains sufficient levels of cash or cash convertible investments to meet its working capital requirements. In addition, the Group strives to maintain available banking facilities at a reasonable level to its overall debt position. As far as possible, the Group raises committed funding from both capital markets and financial institutions and prudently balances its portfolio with some short term funding so as to achieve overall cost effectiveness.

##### Analysis of undiscounted financial instruments by remaining contractual maturities

Financial liabilities Group	On demand or within one year RM'000	Two to five years RM'000	Over five years RM'000	Total RM'000
<b>2016</b>				
Trade and other payables	2,203,747	-	-	2,203,747
Hire purchase and finance lease liabilities	12,635	83,299	-	95,934
Loans and borrowings	1,079,575	2,772,420	402,917	4,254,912
	<u>3,295,957</u>	<u>2,855,719</u>	<u>402,917</u>	<u>6,554,593</u>



## 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

## (b) Liquidity Risk (Cont'd)

Analysis of undiscounted financial instruments by remaining contractual maturities (Cont'd)

Financial liabilities Group	On demand or within one year RM'000	Two to five years RM'000	Over five years RM'000	Total RM'000
<b>2015</b>				
Trade and other payables	1,302,882	-	-	1,302,882
Hire purchase and finance lease liabilities	11,323	85,629	-	96,952
Loans and borrowings	1,220,063	3,299,031	220,767	4,739,861
	<u>2,534,268</u>	<u>3,384,660</u>	<u>220,767</u>	<u>6,139,695</u>
<b>Company</b>				
<b>2016</b>				
Other payables	995,609	-	-	995,609
Hire purchase and finance lease liabilities	759	1,070	-	1,829
Loans and borrowings	283,812	1,019,384	118,649	1,421,845
	<u>1,280,180</u>	<u>1,020,454</u>	<u>118,649</u>	<u>2,419,283</u>
<b>2015</b>				
Other payables	695,259	-	-	695,259
Hire purchase and finance lease liabilities	669	1,127	85	1,881
Loans and borrowings	287,211	1,147,471	150,958	1,585,640
	<u>983,139</u>	<u>1,148,598</u>	<u>151,043</u>	<u>2,282,780</u>

## (c) Credit Risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations.

Credit risk is controlled by the application of credit approvals, limits and monitoring procedures. Credit risks are minimised and monitored by limiting the Group's association to business partners with high creditworthiness. Trade and other receivables are monitored on an ongoing basis via Group management reporting procedures to reduce the Group's exposure to bad debts.

Exposure to credit risk

At reporting date, the Group's and the Company's maximum exposure to credit risk is represented by the carrying amounts of the financial assets recorded on the statements of financial position. The major classes of the Group's and the Company's financial assets are trade and other receivables including amounts owing by joint ventures, associated, related and subsidiary companies.

## NOTES TO THE FINANCIAL STATEMENTS

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### 46 FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

#### (c) Credit Risk (Cont'd)

##### Credit risk concentration profile of trade receivables

The Group determines concentrations of credit risk by monitoring the business segment profile of its trade receivables as follows:

Group	2016		2015	
	RM'000	%	RM'000	%
Toto betting and related activities	39,141	29	32,666	26
Motor vehicle dealerships	46,949	35	38,123	30
Property development and property investment	24,388	18	32,697	26
Hotels and resorts	17,039	12	14,315	12
Club, recreation and others	8,229	6	8,116	6
	<u>135,746</u>	<u>100</u>	<u>125,917</u>	<u>100</u>

### 47 CAPITAL MANAGEMENT

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholders' value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The financial management function is carried out by the Group's Treasury Division. The Treasury Division manages the Group's funds and financial resources and all its loans and borrowings on a "pool basis". No changes were made in the objectives, policies or processes during the financial years ended 30 April 2016 and 2015.

The Group monitors capital using a gearing ratio, which is debt divided by total equity. The Group's total debt includes bank borrowings, medium term notes, hire purchase and finance lease obligations. Total equity represents net equity attributable to the owners of the parent plus non-controlling interests.

The gearing ratios as at 30 April 2016 and 30 April 2015 were as follows:

	Note	Group	
		2016 RM'000	2015 RM'000
Short term borrowings	27	933,385	1,034,232
Long term borrowings	22	2,859,025	3,238,987
Total debt		<u>3,792,410</u>	<u>4,273,219</u>
Total equity		<u>8,017,994</u>	<u>8,216,685</u>
Gearing ratio (%)		<u>47</u>	<u>52</u>

The gearing ratio is not governed by the FRS and its definition and calculation may vary from one group/company to another.

#### 48 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

- (a) On 3 July 2015, the Company announced that its subsidiary companies, Gateway Benefit Sdn Bhd ("Gateway"), Immediate Capital Sdn Bhd, Berjaya Tagar Sdn Bhd (formerly known as Selat Makmur Sdn Bhd) and Regnis Industries (Malaysia) Sdn Bhd had collectively disposed of in aggregate 211,220,823 0% 10-year irredeemable convertible unsecured loan stocks 2005/2015 of RM0.50 nominal amount each in BCorp ("BCorp ICULS"), representing their entire holdings via direct business transactions for a total cash consideration of about RM42.24 million or at RM0.20 per BCorp ICULS.
- (b) On 21 July 2015, the Company announced that it entered into a Subscription Agreement ("SA") with BCorp and Berjaya Kyoto Development (S) Pte. Ltd. ("BKDS") for the subscription by BCorp or its subsidiary of 1 new ordinary share ("Share") representing 50.0% of the enlarged issued share capital of BKDS for a cash subscription of SGD34.66 million (about RM97.28 million) which resulted in dilution of the Company's equity interest in BKDS from 100% to 50% ("BKDS Dilution").

In conjunction with the BKDS Dilution, BCorp will advance to BKDS Group up to RM152.74 million to part-settle the inter-company debts between BKDS Group and the Company as well as to fund working capital of BKDS Group in proportion to its shareholdings in BKDS.

Upon completion, BKDS ceased to be a subsidiary company of the Company.

- (c) On 17 August 2015, BToto announced that its subsidiary company, Berjaya Philippines Inc. ("BPI"), listed on the Philippine Stock Exchange ("PSE") had on even date released an announcement to PSE that its wholly-owned subsidiary company, Philippine Gaming Management Corporation ("PGMC"), has entered into a Supplemental and Status Quo Agreement with the Philippine Charity Sweepstakes Office ("PCSO") on 13 August 2015, for maintaining the status quo of PGMC's leasing of online lottery equipment and provision of software support to PCSO for a period of 3 years from 22 August 2015 to 21 August 2018.
- (d) On 6 November 2015, the Company announced that its 72.6% subsidiary, Berjaya Jeju Resort Limited ("BJR"), has 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 as a result thereof ("JDC Lawsuit"). JDC holds a 19% stake in BJR.

The JDC Lawsuit is still ongoing and its details are disclosed in Note 41.

- (e) On 16 December 2015, the Company announced that Berjaya (China) Great Mall Co. Ltd ("GMOC"), a 51%-owned subsidiary of Berjaya Leisure (Cayman) Limited, which in turn is a wholly-owned subsidiary of the Company had entered into a Construction Project Transfer Agreement ("Contract") with Beijing SkyOcean International Holdings Limited ("Beijing SkyOcean"), for the proposed disposal of the Berjaya (China) Great Mall Recreation Centre which is under construction and located in Sanhe City, Hebei Province, the People's Republic of China ("Great Mall Project"), for a cash consideration of RMB2.08 billion (or about RM1.39 billion) ("Proposed Disposal").

Beijing SkyOcean has paid:

- (i) RMB50.0 million (or about RM33.4 million) to GMOC on the signing of the Contract; and
- (ii) RMB1.015 billion (or about RM677.92 million) paid into an escrow bank account. This amount shall be released to GMOC within 5 working days after all conditions precedents ("CP") have been fulfilled ("Completion Date").

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### 48 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)

The balance cash consideration of RMB1.015 billion (or about RM677.92 million) will be paid within 13 months after Completion Date.

The CPs to be fulfilled within a period of 6 months (with an extension of another 3 months) are as follows:-

- (i) GMOC has obtained all the governmental approvals and that all the licences held by GMOC for the Great Mall Project have been changed to a wholly-owned subsidiary of Beijing SkyOcean;
- (ii) GMOC has terminated all the contracts with third parties in relation to the Great Mall Project, including but not limited to the general contractor contract, the construction contracts and the procurement contracts;
- (iii) The completed portion and the portion under construction of the Great Mall Project shall have passed the acceptance inspection conducted by a supervision company engaged by Beijing SkyOcean ("Mall Inspection"), or relevant remedies have been made; and
- (iv) The on-site delivery of the Great Mall Project to Beijing SkyOcean after the Great Mall Project has passed the Mall Inspection.

SkyOcean Holdings Group Limited which holds 100% stake in Beijing SkyOcean, and its major shareholder, Mr. Zhou Zheng shall guarantee the performance of the obligations by Beijing SkyOcean pursuant to the Contract.

The Proposed Disposal is pending completion.

- (f) On 20 January 2016, BToto jointly announced with BCorp that the Hanoi Department of Planning and Investment had issued the Investment Registration Certificate to BCorp and Vietnam Computerized Lottery One Member Limited Liability Company, pursuant to the Business Cooperation Contract, certifying that they have been awarded an exclusive 18-year contract to invest in and operate a nationwide computerized lottery in Vietnam ("Project").

The Project will be carried out by the indirect subsidiary company of BCorp namely Berjaya Gia Tinh Investment Technology Joint Stock Company ("Berjaya GTI"). Berjaya GTI is a Vietnamese company which is 51% owned by Berjaya Lottery Vietnam Limited ("BLV"), a company incorporated in Labuan, which in turn is 80% owned by BCorp and 20% owned by BToto.

- (g) On 19 July 2004, the Company announced that Berjaya Tagar Sdn Bhd (formerly known as Selat Makmur Sdn Bhd) ("BTSB"), then a subsidiary company of Berjaya Land Development Sdn Bhd, which in turn is a wholly owned subsidiary of the Company, had on even date entered into a conditional sale and purchase agreement with Selangor Turf Club ("STC") for the acquisition of 3 parcels of leasehold land measuring a total area of approximately 244.7926 acres located in Sungai Besi together with all existing buildings and fixtures erected thereon from STC ("Sungai Besi Land") for a total consideration of RM640.0 million to be settled by way of cash of RM35.0 million payable to STC and the balance of RM605.0 million to be satisfied with a transfer of 750 acres of land located in Sungai Tinggi ("Sungai Tinggi Land") with a newly built turf club thereon ("STC Proposals") ("SPA"). BTSB had proposed to acquire Sungai Tinggi Land from BerjayaCity Sdn Bhd ("BCity"), a subsidiary company of BCorp and to appoint BCity as the turnkey contractor of the new turf club.

The Company had on 13 October 2004 and 14 November 2004 announced that the approvals from the Foreign Investment Committee ("FIC") and shareholders respectively have been obtained for the STC Proposals.

**48 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)**

Subsequently, on 28 June 2010, the Company announced the status of the conditions precedent ("CP") of the STC Proposals as follows:

1. Approval of the FIC for the STC Proposals was obtained on 12 October 2004.
2. Approval of the FIC for the acquisition of the Sungai Tinggi Land by STC was obtained on 21 October 2004.
3. Approvals of the shareholders of BTSB, the Company, BCity and Berjaya Group Berhad for the STC Proposals was obtained on November 2004.
4. Approvals of the State Authority Consent for the transfer of the portion of Sungai Besi Land in favour of BTSB was obtained on 11 January 2005. However, the consent had lapsed and application will be re-submitted after item 6 of the CP below is fulfilled.
5. The agreement between STC and BTSB on the layout plans, building plans, designs, drawings and specifications for the new turf club is still pending the fulfillment of item 6 of the CP below.
- 6a. The approval for the master layout plan for Sungai Tinggi Land which was obtained on 11 February 2008 is to be re-tabled due to the change of the Selangor State government and BTSB is awaiting the decision from the Selangor State government.
- 6b. The approval for the Majlis Daerah Hulu Selangor ("MDHS") for the Development Order, Earthworks and Infrastructure and Building Plan pertaining to the construction of the new turf club is pending as MDHS is unable to process the application until item 6a of the CP above is fulfilled.
- 6c. The approval of the State Exco of Selangor for the conversion and sub-division of Sungai Tinggi Land is pending as the application will only be tabled at the State Exco of Selangor after approvals for items 6a and 6b are obtained.

As announced on 16 August 2010, CP no. 4, 5, 6a, 6b and 6c above have yet to be fulfilled.

On 29 January 2010, the Company announced that STC and BTSB have mutually agreed to an extension of time to 18 January 2011 to fulfil the CP in the abovementioned conditional sale and purchase agreement. This extension of time was further extended by STC to 18 January 2012. Subsequently, on 22 December 2011, the Company announced that STC granted an extension of time from 19 January 2012 to 18 January 2013.

On 13 August 2012, the Company announced that BTSB and STC had entered into a supplemental agreement to mutually vary certain terms of the SPA ("Supplemental Agreement"), details of which are as follows:

- if there is any CP remaining outstanding, BTSB shall be entitled to request from STC further extension of time to fulfil the CPs pursuant to the proposed acquisition of Sungai Besi Land. STC shall grant an extension of one year subject to a cash payment of RM3.0 million by BTSB for such extension; and
- upon signing the Supplemental Agreement, BTSB shall pay STC an advance part payment of RM7.0 million which will be deducted from the cash portion of the consideration of RM35.0 million. The balance of the purchase consideration shall be paid within 33 months from the date of the last CP is fulfilled or such other date as mutually extended.

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### 48 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)

Pursuant to the aforesaid Supplemental Agreement, BTSB paid a sum of RM3.0 million to extend the period for another year to fulfil the conditions precedent below:

1. renewal of consent by Land and Mines Department (Federal) for the transfer to BTSB of the portion of Sungai Besi Land (held under H.S.(D) 61790 No. P.T. 2872 in the Mukim of Petaling, District and State of Wilayah Persekutuan) that resides in Wilayah Persekutuan, Kuala Lumpur which had expired on 11 January 2006; and
2. the approvals, permits or consents of any other relevant authorities as may be required by applicable laws include inter-alia the following:
  - (i) approval from the Town and Country Planning Department of the State of Selangor on the re-tabling of the amended master layout plan which was re-submitted on 19 August 2008;
  - (ii) approval from the Majlis Daerah Hulu Selangor for the Development Order and building plan pertaining to the construction of the new turf club after approval under item 2(i) above is obtained; and
  - (iii) approval from the State Exco of Selangor for the conversion and sub-division of Sungai Tinggi Land after approvals under items 2(i) and (ii) above are obtained.

### 49 SIGNIFICANT EVENTS SUBSEQUENT TO THE FINANCIAL YEAR

- (a) On 16 May 2016, the Company announced that it had on 11 May 2016 and 13 May 2016 disposed of a total of 5,200,000 ordinary shares of RM0.10 each in BToto ("Disposed Shares") for a total cash consideration of about RM15.34 million or at an average selling price of RM2.95 per Disposed Share. The Disposed Shares represented about 0.39% equity interest in BToto.
- (b) On 7 June 2016, the Company announced that it and Gateway, had on 24 May 2016 and 6 June 2016 disposed of a total of 9,000,000 ordinary shares of RM0.10 each in BToto ("Disposed Shares") for a total cash consideration of about RM25.75 million or at an average selling price of RM2.86 per Disposed Share. The Disposed Shares represented about 0.67% equity interest in BToto.

## 50 COMPARATIVES

Certain comparatives figures have been adjusted, reclassified and restated to conform with the current year's presentation.

Statement of Financial Position	Note	As previously reported RM'000	Reclassification RM'000	As reclassified RM'000
<b>Group</b>				
Long term borrowings	22	-	3,238,987	3,238,987
Long term liabilities	23	2,252,255	(2,096,253)	156,002
Payables	26	1,392,313	(7,995)	1,384,318
Medium term notes		1,342,734	(1,342,734)	-
Short term borrowings	27	826,237	207,995	1,034,232

### Company

Long term borrowings	22	-	1,134,674	1,134,674
Long term liabilities	23	486,940	(486,940)	-
Payables	26	695,866	(566)	695,300
Medium term notes		647,734	(647,734)	-
Short term borrowings	27	214,509	566	215,075

### Statement of Profit or Loss

#### Group

Revenue	29	5,914,875	(4,712)	5,910,163
Cost of sales		(4,316,860)	4,712	(4,312,148)

### Statement of Cash Flows

#### Group

Cash and cash equivalents restricted in usage:				
Deposits		25,254	49,621	74,875
Cash and bank balances		118,184	70,740	188,924
Closing cash and cash equivalents		915,369	(120,361)	795,008

### Company

Cash and cash equivalents restricted in usage:				
Deposits		-	36,307	36,307
Cash and bank balances		-	5,573	5,573
Closing cash and cash equivalents		36,863	(41,880)	(5,017)

## NOTES TO THE FINANCIAL STATEMENTS

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### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES

Name of Company		Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
Subsidiary Companies					
(a)	Subsidiaries of Berjaya Land Berhad				
*	Alam Baiduri Sdn Bhd	Malaysia	Dormant	100	100
	Amat Muhibah Sdn Bhd	Malaysia	Theme park operator and property development	52.60	52.60
*	Amat Teguh Sdn Bhd	Malaysia	Property development	100	100
*	AM Prestige Sdn Bhd	Malaysia	Distribution, marketing and dealing in Aston Martin motor vehicles	100	100
	Angsana Gemilang Sdn Bhd	Malaysia	Property investment	100	100
*	Awan Suria Sdn Bhd	Malaysia	Dormant	100	100
	Bahan Cendana Sdn Bhd	Malaysia	Property investment	100	100
	Berjaya Air Capital (Cayman) Limited	Cayman Islands	Investment holding	100	100
*	Berjaya Enamelware Sdn Bhd	Malaysia	Dormant	100	100
	Berjaya Guard Services Sdn Bhd	Malaysia	Provision of security services	100	100
*	Berjaya Holiday Cruise Sdn Bhd	Malaysia	Investment holding	86.36	86.36
*	Berjaya Hotels and Resorts (Seychelles) Limited	Republic of Seychelles	Management and operation of hotel resorts in Seychelles	100	100
	Berjaya Hotels & Resorts Vietnam Sdn Bhd	Malaysia	Investment holding	100	100
	Berjaya Jet Charter Sdn Bhd	Malaysia	Jet charter	100	100
	Berjaya Kawat Industries Sdn Bhd	Malaysia	Property investment and rental of properties	100	100
	Berjaya Land (Labuan) Limited	Malaysia	Investment holding	100	100



## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company		Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(a)	Subsidiaries of Berjaya Land Berhad (Cont'd)				
a*	Berjaya Kyoto Development (S) Pte Ltd	Singapore	Investment holding	-	100
	Berjaya Leasing (Labuan) Limited	Malaysia	Provision of aircraft leasing services and undertaking of offshore financial related business	100	100
	Berjaya Land Development Sdn Bhd	Malaysia	Property development and investment holding	100	100
	Berjaya Leisure Capital (Cayman) Limited	Cayman Islands	Investment holding	100	100
	Berjaya Leisure (Cayman) Limited	Cayman Islands	Investment holding	100	100
*	Berjaya Megamall Management Sdn Bhd	Malaysia	Property management, temporarily ceased operations	100	100
*	Berjaya North Asia Holdings Pte Ltd	Singapore	Investment holding	100	100
	Berjaya Project Management Sdn Bhd	Malaysia	Project management	100	100
	Berjaya Property Management Sdn Bhd	Malaysia	Investment holding	100	100
b *	Berjaya Racing Management Sdn Bhd	Malaysia	Dormant	60	60
c	Berjaya Sports Toto Berhad	Malaysia	Investment holding	41.10	40.92
*	Berjaya Theme Park Management Sdn Bhd	Malaysia	Management of theme park	100	100

a Dilution of the Group's equity interest in Berjaya Kyoto Development (S) Pte Ltd as stated in Note 48(b).

b Additional 20% being held by Berjaya Sports Toto Berhad.

c The Group regards Berjaya Sports Toto Berhad as a subsidiary company as disclosed in Note 2.5(a)(i).

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2016 %	2015 %
(a) Subsidiaries of Berjaya Land Berhad (Cont'd)				
Berjaya Vacation Club Berhad	Malaysia	Time sharing vacation operator, property investment and investment holding	100	100
BL Capital Sdn Bhd	Malaysia	Investment holding	100	100
* BT Properties Sdn Bhd	Malaysia	Property development, temporarily ceased operations	100	100
BTS Leaseback Management Sdn Bhd	Malaysia	Coordination of pool-profit sharing of owner-owned suites	100	100
* Budi Impian Sdn Bhd	Malaysia	Operator of restaurant	100	100
Cempaka Properties Sdn Bhd	Malaysia	Property development and investment	100	100
Cerah Bakti Sdn Bhd	Malaysia	Property development	70	70
Cerah Tropika Sdn Bhd	Malaysia	Investment holding	70	70
* Cergas Jati Sdn Bhd	Malaysia	Property investment	100	100
* Flexiwang Sdn Bhd	Malaysia	Dormant	100	100
Gateway Benefit Sdn Bhd	Malaysia	Investment holding	100	100
* Gemilang Cergas Sdn Bhd	Malaysia	Property investment	100	100
Immediate Capital Sdn Bhd	Malaysia	Investment holding	100	100
Junjung Delima Sdn Bhd	Malaysia	Investment holding	100	100
Klasik Mewah Sdn Bhd	Malaysia	Property investment	100	100
Kota Raya Development Sdn Bhd	Malaysia	Investment and rental of property	100	100

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(a)	Subsidiaries of Berjaya Land Berhad (Cont'd)				
*	Leisure World Sdn Bhd	Malaysia	Investment holding	100	100
	Marvel Fresh Sdn Bhd	Malaysia	Trading	100	100
*	Mantra Design Sdn Bhd	Malaysia	Provider of interior design and consultancy services	-	100
	Nada Embun Sdn Bhd	Malaysia	Property investment	100	100
	Nural Enterprise Sdn Bhd	Malaysia	Investment and rental of property	100	100
	Noble Circle (M) Sdn Bhd	Malaysia	Investment and rental of property	100	100
	One Network Hotel Management Sdn Bhd	Malaysia	Hotel operator	100	100
	Pakar Angsana Sdn Bhd	Malaysia	Property development	80	80
	Portal Access Sdn Bhd	Malaysia	Investment holding	100	100
*	Pembinaan Stepro Sdn Bhd	Malaysia	Dormant	100	100
	Punca Damai Sdn Bhd	Malaysia	Property investment	100	100
d	Regnis Industries (Malaysia) Sdn Bhd	Malaysia	Investment and rental of property	87.12	87.12
	Securiservices Sdn Bhd	Malaysia	Property development	100	100
*	Semakin Sinar Sdn Bhd	Malaysia	Dormant	51	51
	Semangat Cergas Sdn Bhd	Malaysia	Property development	100	100
	Berjaya Tagar Sdn Bhd (formerly known as Selat Makmur Sdn Bhd)	Malaysia	Property development and investment holding	100	100
*	Stephens Properties Plantations Sdn Bhd	Malaysia	Dormant	100	100
*	Taaras Spa Sdn Bhd	Malaysia	Spa management	100	100

*d* Inclusive of 30% being held by BL Capital Sdn Bhd.

## NOTES TO THE FINANCIAL STATEMENTS

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### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(a)	Subsidiaries of Berjaya Land Berhad (Cont'd)				
*	Tekun Permata Sdn Bhd	Malaysia	Property development	100	100
	Tioman Island Resort Berhad	Malaysia	Property development and operator of resort hotel	86.25	86.25
*	Tiram Jaya Sdn Bhd	Malaysia	Property development	100	100
*	Wangsa Sejati Sdn Bhd	Malaysia	Dormant	52.63	52.63
*	Wisma Stephens Management Co Sdn Bhd	Malaysia	Investment holding	100	100
(b)	Subsidiaries of Berjaya Kyoto Development (S) Pte Ltd				
a *	Berjaya Kyoto Development Kabushiki Kaisha	Japan	Hotel and residence development	-	100
a *	Berjaya Kyoto Holdings Godo Kaisha	Japan	Investment holding	-	100
a *	Kyoto Higashiyama Hospitality Assets TMK	Japan	Property investment	-	100
	(i) Subsidiary of Berjaya Kyoto Development Kabushiki Kaisha				
a *	Berjaya Japan Holdings TMK	Japan	Dormant	-	100
(c)	Subsidiaries of Berjaya Land Development Sdn Bhd				
	Indra Ehsan Sdn Bhd	Malaysia	Property development	100	100
*	Kim Rim Enterprise Sdn Bhd	Malaysia	Property development, temporarily ceased operations	100	100
	Sri Panglima Sdn Bhd	Malaysia	Property development	100	100
(d)	Subsidiaries of Berjaya Leisure (Cayman) Limited				
	Berjaya Asset (Cayman) Limited	Cayman Islands	Investment holding	100	100
*	Berjaya (China) Great Mall Co Ltd	People's Republic of China	Property investment and development	51	51

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(d)	Subsidiaries of Berjaya Leisure (Cayman) Limited (Cont'd)				
*	Berjaya Jeju Resort Limited	Republic of Korea	Property development and investment	72.60	72.60
e*	Berjaya International Casino Management (Seychelles) Limited	Republic of Seychelles	Casino operations	60	60
*	Berjaya Investment Holdings Pte Ltd	Singapore	Investment holding	100	100
#	Berjaya Mount Royal Beach Hotel Limited	Sri Lanka	Owner and operator of hotel	92.60	92.60
#	Berjaya Properties (HK) Limited	Hong Kong	Dormant	60	60
	BHR (Cayman) Limited	Cayman Islands	Property investment and investment holding	100	100
#	Berjaya-D2D Company Limited	Socialist Republic of Vietnam	Property investment and development	75	75
#	Berjaya Vietnam International University Township One Member Limited Liability Company	Socialist Republic of Vietnam	Property investment and development	100	100
#	Berjaya Vietnam Financial Center Limited	Socialist Republic of Vietnam	Property investment and development	100	100
*	Mahameru Consultancy d.o.o. Visoko	Bosnia and Herzegovina	Property investment	100	100
#	Natural Gain Investment Limited	Hong Kong	Dormant	100	100
*	Berjaya Health Investment Pte Ltd	Singapore	Investment holding	100	100

e Additional 40% being held by Berjaya International Casino Management (HK) Limited.

## NOTES TO THE FINANCIAL STATEMENTS

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### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company		Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(d) Subsidiaries of Berjaya Leisure (Cayman) Limited (Cont'd)					
#	Berjaya Long Beach Limited Liability Company	Socialist Republic of Vietnam	Owner and developer of hotel	70	70
*	Berjaya Nhon Trach New City Center	Socialist Republic of Vietnam	Property investment and development	100	100
#	T.P.C Development Limited	Hong Kong	Investment holding	100	100
(e) Subsidiary of Berjaya Property Management Sdn Bhd					
	Taman TAR Development Sdn Bhd	Malaysia	Property development	100	100
(i) Subsidiary of Taman TAR Development Sdn Bhd					
*	The Peak Property Management Sdn Bhd	Malaysia	Dormant	100	100
(f) Subsidiaries of Berjaya Sports Toto Berhad					
#	Berjaya-ILTS Limited	Hong Kong	Dormant	100	100
	FEAB Equities Sdn Bhd	Malaysia	Dormant	100	100
	FEAB Land Sdn Bhd	Malaysia	Property development and investment	100	100
	FEAB Properties Sdn Bhd	Malaysia	Property investment and development and investment holding	100	100
	Magna Mahsuri Sdn Bhd	Malaysia	Property investment and investment holding	100	100
	Sports Toto Malaysia Sdn Bhd	Malaysia	Toto betting operations	100	100
	STM Resort Sdn Bhd	Malaysia	Property investment	100	100
	Sports Toto Fitness Sdn Bhd	Malaysia	Operation of health and fitness centre	100	100

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company		Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(f)	Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
f *	Sports Toto Malaysia Management Pte Ltd ("STMM")	Singapore	Dissolved	-	100
(i) Subsidiary of FEAB Land Sdn Bhd					
	FEAB Realty Sdn Bhd	Malaysia	Dormant	100	100
(ii) Subsidiaries of Magna Mahsuri Sdn Bhd					
	Berjaya Sports Toto (Cayman) Limited ("BSTC")	Cayman Islands	Investment holding	100	100
	Sports Toto Apparel Sdn Bhd	Malaysia	Dormant	100	100
	Sports Toto Computer Sdn Bhd	Malaysia	Computer consultancy services	100	100
	Sports Toto Products Sdn Bhd	Malaysia	Dormant	100	100
(iii) Subsidiaries of Berjaya Sports Toto (Cayman) Limited					
#	Berjaya Lottery Management (HK) Limited	Hong Kong	Investment holding	100	100
g #	Sports Toto Malaysia Trust ("STM Trust")	Singapore	Dissolved	-	100
(iv) Subsidiaries of Berjaya Lottery Management (HK) Limited					
h *	Berjaya Philippines Inc.	Philippines	Investment holding	74.20	74.20
*	International Lottery & Totalizator Systems, Inc. ("ILTS")	United States of America	Manufacturer and distributor of computerised lottery and voting systems	100	100

*f* Struck off from the Register of the Accounting and Corporate Regulatory Authority (ACRA) Singapore on 14 January 2016.

*g* On 7 July 2015, STM Trust was wound up upon completion of the termination of trust deed between STMM as the trustee-manager for STM Trust with BSTC, the sole holder of units in STM Trust.

*h* Additional 14.06% being held by BSTC.

## NOTES TO THE FINANCIAL STATEMENTS

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### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(f)	Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
	(v) Subsidiaries of Berjaya Philippines Inc.				
*	Philippine Gaming Management Corporation	Philippines	Leasing of on-line lottery equipment and provision of software support	100	100
*	Perdana Hotel Philippines Inc.	Philippines	Operation of a hotel in the Philippines	100	100
*	H.R. Owen Plc	United Kingdom	Investment holding	72.03	72.03
	(vi) Subsidiary of International Lottery & Totalizator Systems, Inc.				
*	Unisyn Voting Solutions, Inc.	United States of America	Developing, manufacturing and providing licenses and supports for voting systems	100	100
	(vii) Subsidiaries of H.R. Owen Plc				
*	Bodytechnics Limited	United Kingdom	Maintenance and repair of motor vehicles	100	-
*	Broughtons of Cheltenham Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100
*	H.R. Owen Dealerships Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100
*	Holland Park Limited	United Kingdom	Provision of aftersales services	100	100
*	Jack Barclay Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100
*	Heathrow Limited	United Kingdom	Dormant	100	100
*	Malaya Dealerships Limited	United Kingdom	Dormant	100	100



## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(f)	Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
	(vii) Subsidiaries of H.R. Owen Plc (Cont'd)				
*	H.R. Owen Vehicle Leasing Company Limited	United Kingdom	Dormant	100	100
*	H.R. Owen Motor Dealerships Limited	United Kingdom	Dormant	100	100
*	H.R. Owen Motor Properties Limited	United Kingdom	Dormant	100	100
*	H.R. Owen Leasing Limited	United Kingdom	Dormant	100	100
i *	Netprofit.com Limited ("Netprofit")	United Kingdom	Dormant	100	100
*	London Lotus Centre Limited	United Kingdom	Dormant	100	100
*	Bradshaw Webb (Chelsea) Limited	United Kingdom	Dormant	100	100
*	H.R. Owen Investments Limited	United Kingdom	Dormant	100	100
	(viii) Subsidiary of H.R. Owen Investments Limited				
*	H.R. Owen Finance Ltd	United Kingdom	Dormant	100	100
(g)	Subsidiary of Berjaya North Asia Holdings Pte Ltd				
*	Berjaya Okinawa Development Co Ltd	Japan	Resort hotel and residence development	100	100
(h)	Subsidiaries of Berjaya Vacation Club Berhad				
	Berjaya Air Sdn Bhd	Malaysia	Charter and scheduled flight operator	100	100

*i* H.R. Owen Plc and Bradshaw Webb (Chelsea) Limited each holds 50% equity interest in Netprofit.

## NOTES TO THE FINANCIAL STATEMENTS

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### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company		Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(h)	Subsidiaries of Berjaya Vacation Club Berhad (Cont'd)				
	Berjaya Beau Vallon Bay (Cayman) Limited	Cayman Islands	Investment holding	100	100
	BTS Hotel Sdn Bhd	Malaysia	Owner of hotel	100	100
	Berjaya Golf Resort Berhad	Malaysia	Property development and investment and operator of golf and recreation club	100	100
	Berjaya Hospitality Services Sdn Bhd	Malaysia	Hotel operator	100	100
#	Berjaya Hotels and Resorts (HK) Limited	Hong Kong	Investment holding	60	60
#	Berjaya International Casino Management (HK) Limited	Hong Kong	Investment holding	80	80
	Berjaya Langkawi Beach Resort Sdn Bhd	Malaysia	Hotel and resort operation	100	100
	Berjaya Praslin Beach (Cayman) Limited	Cayman Islands	Investment holding	100	100
	Berjaya Hotels & Resorts (M) Sdn Bhd (formerly known as Berjaya Resort Management Services Sdn Bhd)	Malaysia	Resort management	100	100
	Berjaya Vacation Club (Cayman) Limited	Cayman Islands	Investment holding	100	100
*	Berjaya Vacation Club (Philippines) Inc.	Philippines	Dormant	100	100
#	Berjaya Vacation Club (HK) Limited	Hong Kong	Dormant	100	100
*	Berjaya Vacation Club (S) Pte Ltd	Singapore	Vacation time sharing	100	100
	Bukit Kiara Resort Berhad	Malaysia	Developer and operator of equestrian and recreational club	100	100

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(h)	Subsidiaries of Berjaya Vacation Club Berhad (Cont'd)				
	Georgetown City Hotel Sdn Bhd	Malaysia	Hotel operator	100	100
	Indah Corporation Berhad	Malaysia	Developer and operator of golf resort and property development	100	100
	KDE Recreation Berhad	Malaysia	Developer and operator of golf and recreational club	100	100
*	Redang Village Resort Sdn Bhd	Malaysia	Dormant	51	51
	Sinar Merdu Sdn Bhd	Malaysia	Investment and rental of property	100	100
	Staffield Country Resort Berhad	Malaysia	Developer and operator of golf resort	80	80
	The Taaras Beach & Spa Resort (Redang) Sdn Bhd	Malaysia	Hotel and resort operation	99.50	99.50
	The Taaras Luxury Group Sdn Bhd	Malaysia	Management of hotel operations	100	100
*	Tioman Pearl Sdn Bhd	Malaysia	Development of hotel and resort	70	70
	Tioman Travel & Tours Sdn Bhd	Malaysia	Property investment	100	100
	(i) Subsidiaries of Berjaya Air Sdn Bhd				
j	Asia Jet Partners Malaysia Sdn Bhd (formerly known as Berjaya Airport Services Sdn Bhd)	Malaysia	Aircraft charter services and related business	-	100
	Berjaya Air Cargo Sdn Bhd	Malaysia	Dormant	100	100
	(ii) Subsidiary of Berjaya Beau Vallon Bay (Cayman) Limited				
*	Berjaya Beau Vallon Bay Beach Resort Limited	Republic of Seychelles	Operation of hotel resort in Seychelles	100	100

j Became a joint venture of Berjaya Vacation Club Berhad (BVC) after dilution of BVC's equity interest to 50%.

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(h)	Subsidiaries of Berjaya Vacation Club Berhad (Cont'd)				
	(iii) Subsidiary of Berjaya Praslin Beach (Cayman) Limited				
*	Berjaya Praslin Limited	Republic of Seychelles	Operation of a hotel resort in Seychelles	100	100
	(iv) Subsidiary of The Taaras Beach & Spa Resort (Redang) Sdn Bhd				
*	Redang Island Golf and Country Club Berhad	Malaysia	Dormant	100	100
	(v) Subsidiary of Berjaya Vacation Club (Cayman) Limited				
*	Berjaya Vacation Club (UK) Limited	United Kingdom	Hoteliers and hotel management	100	100
	(vi) Subsidiaries of Georgetown City Hotel Sdn Bhd				
	Berjaya Georgetown Sharksfin Restaurant Sdn Bhd	Malaysia	Dormant	100	100
	BG Karaoke Sdn Bhd	Malaysia	Dormant	68.97	68.97
	(vii) Subsidiary of Sinar Merdu Sdn Bhd				
*	ANSA Hotel KL Sdn Bhd (formerly known as Absolute Prestige Sdn Bhd)	Malaysia	Property investment and hoteliers	100	100
(i)	Subsidiary of Cerah Tropika Sdn Bhd				
	Penstate Corp. Sdn Bhd	Malaysia	Property development	100	100
(j)	Subsidiary of Kota Raya Development Sdn Bhd				
*	Kota Raya Complex Management Sdn Bhd	Malaysia	Property management, temporarily ceased operations	100	100
(k)	Subsidiary of Noble Circle (M) Sdn Bhd				
*	Noble Circle Management Sdn Bhd	Malaysia	Property management, temporarily ceased operations	100	100

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2016 %	2015 %
(l)	Subsidiary of Nural Enterprise Sdn Bhd				
*	Aras Klasik Sdn Bhd	Malaysia	Property management, temporarily ceased operations	100	100
(m)	Subsidiaries of Tioman Island Resort Berhad				
*	Berjaya Hotels & Resorts (Singapore) Pte Ltd	Singapore	Hotel booking and marketing agent	100	100
*	Tioman Golf Management Sdn Bhd	Malaysia	Dormant	100	100
*	ANSA Hotels & Resorts Sdn Bhd (formerly known as Tioman Recreation Centre Sdn Bhd)	Malaysia	Dormant	100	100
(n)	Subsidiary of Wisma Stephens Management Co Sdn Bhd				
*	Wujud Jaya Sdn Bhd	Malaysia	Dormant	100	100
	Associated Companies				
*	Asian Atlantic Holdings Limited	British Virgin Islands	Investment holding	24.46	24.46
*	AM Automotive (S) Pte Ltd	Singapore	Dealer for "Aston Martin" vehicles in Singapore and Malaysia	49.90	49.90
*	Berjaya Auto Philippines Inc.	Philippines	Selling and distribution of Mazda brand cars within the territory of the Philippines	35	30
k*	Berjaya Assets Berhad	Malaysia	Investment holding	14.09	14.09
l*	Berjaya Kyoto Development (S) Pte Ltd	Singapore	Investment holding	50	-
*	Berjaya Land (Thailand) Company Ltd	Thailand	Property development and investment	40	40

k The Group regards Berjaya Assets Berhad as an associated company as disclosed in Note 2.5(a)(xi).

l The Group regards Berjaya Kyoto Development (S) Pte Ltd as an associated company as disclosed in Note 2.5(a)(xii).

## NOTES TO THE FINANCIAL STATEMENTS

30 April 2016

### 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2016 %	2015 %
Associated Companies (Cont'd)				
Berjaya Lottery Vietnam Limited	Labuan, Malaysia	Investment holding	20	20
* Berjaya Property (Thailand) Company Ltd	Thailand	Dormant	40	40
* Berjaya Pizza Philippines Inc.	Philippines	Development and operation of "Papa John's Pizza" chain of restaurants in the Philippines	41	30
* BJ Bowl Sdn Bhd	Malaysia	Ceased operations as operator of bowling alley	20	20
* Brickfields Properties Pty Ltd	Australia	Liquidated	-	39.18
* Cashsystems Asia Technology Sdn Bhd	Malaysia	Dormant, under liquidation	30	30
* Centreplus Sdn Bhd	Malaysia	Dormant	30	30
* Cosway Philippines Inc.	Philippines	Dormant	40	40
* Focus Equity Sdn Bhd	Malaysia	Dormant, under liquidation	32.50	32.50
# Informatics Education Limited	Singapore	Investment holding, franchisor and licensor for computer and commercial training centres and examination facilitators	27.09	27.09
* Inter-Capital Holdings Pte Ltd	Singapore	Investment holding	50	50
* Jaya Bowl Sdn Bhd	Malaysia	Ceased operations as operator of bowling alley	20	20
* Nubaru Tochi Kanri Godo Kaisya	Japan	Investment holding	33	33
* Portsworth Holdings Pte Ltd	Singapore	Investment holding	50	50

## 51 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2016 %	2015 %
Associated Companies (Cont'd)				
* Perdana Land Philippines Inc.	Philippines	Acquire, develop or lease real estate	40	40
Pasdec Cempaka Sdn Bhd	Malaysia	Property development and investment	40	40
* Resort Cruises (S) Pte Ltd	Singapore	Dormant	49	49
* Singapore Institute of Advanced Medicine Holdings Pte Ltd	Singapore	Investment holding	30	30
Ssangyong Berjaya Motor Philippines Inc.	Philippines	Selling and distribution of Ssangyong brand cars within the territory of the Philippines	20	-
* Tioman Ferry Services Sdn Bhd	Malaysia	Dormant	20	20

# Audited by member firms of Ernst &amp; Young Global

\* Not audited by Ernst &amp; Young or a member firm of Ernst &amp; Young Global

## SUPPLEMENTARY INFORMATION

### 52 SUPPLEMENTARY INFORMATION - BREAKDOWN OF RETAINED EARNINGS INTO REALISED AND UNREALISED

The breakdown of the retained earnings of the Group and of the Company into realised and unrealised earnings/(losses), is as follows:

	Group		Company	
	2016 RM'000	2015 RM'000	2016 RM'000	2015 RM'000
Realised earnings	229,379	510,658	752,013	586,159
Unrealised earnings	520,362	448,960	34,818	6,700
	<u>749,741</u>	<u>959,618</u>	<u>786,831</u>	<u>592,859</u>
Share of results of associated companies *	60,893	59,968	-	-
Share of results of joint ventures *	(209,684)	(192,111)	-	-
	<u>600,950</u>	<u>827,475</u>	<u>786,831</u>	<u>592,859</u>
Less: Consolidation adjustments	(374,213)	(359,493)	-	-
	<u>226,737</u>	<u>467,982</u>	<u>786,831</u>	<u>592,859</u>

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

The determination of realised and unrealised earnings is based on the Guidance of 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, issued by the Malaysian Institute of Accountants.



# LIST OF MAJOR PROPERTIES

as at 30 April 2016

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net Carrying Amount RM'000
Beijing – Harbin Highway Yanjiao Economic and Technological Development, Sanhe City, Hebei Province People's Republic of China	Leasehold 40 years expiring on 25.01.2045	305,547 sq m	Development project currently classified as assets held for sale	N/A	17.01.2005	944,460
Lot 28 (GRN 20366) Lot 403 (GRN 20428) Lot 728 (GRN 18054) Seksyen 2 Bandar Georgetown Daerah Timor Laut Pulau Pinang	Freehold	55.37 acres	Land for mixed development	N/A	31.03.2014	586,319
Yerae-dong, Seogwipo-si Jeju Special Self-Governing Province, South Korea	Freehold	9.14 hectares	Land held for development	N/A	10.08.2009	541,968
Lot 352 Seksyen 20 Bandar Kuantan District of Kuantan Pahang Darul Makmur	Freehold	5.46 acres	Shopping mall for rental	18 years	05.02.1991	270,003
14th, 15th Floors and Service Suites at Tower B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	345,773 sq ft	327 units of service suite	13 years	06.01.1998	} 209,621 } } } }
Service Suites at Tower A & B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	136,497 sq ft	181 units of service suite	13 years	13.03.2007	
Service Suites at Tower A Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	21,765 sq ft	32 units of service suite	13 years	01.07.2008	
B-35-013, Tower B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	624 sq ft	1 unit of service suite	13 years	01.07.2008	

## LIST OF MAJOR PROPERTIES

as at 30 April 2016

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net Carrying Amount RM'000
Premises at Ground Floor 14th & 16th Floors Tower A & B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	30,957 sq ft	Hotel lobby, function rooms and storage area	13 years	10.02.2010	}
B44-04, Tower B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	3,821 sq ft	Penthouse	13 years	08.05.2012	
Land at District 10 Ho Chi Minh City Vietnam	Leasehold 49 years expiring on 01.09.2059	66,388 sq m	Land for mixed development	N/A	15.06.2010	165,195
Lot 558	Freehold	613.68 acres	Beach resort (183 guest rooms and a villa)	> 20 years	Year 1990	}
Lot 705 Lot 50000 Lot 50001 Lot 50002	Leasehold 60 years expiring in year 2070				Year 2010	
Lot 239, 240-242 PT 925, 926, 927 PT 928, 929 Teluk Dalam and Teluk Siang, Pulau Redang Terengganu Darul Iman					16.10.1993	
HS(D) 4/94, PT 278	Leasehold expiring on 30.04.2069	85.83 acres	Beach resort (424 guest rooms/ chalets)	23 years	27.05.1994	}
HS(D) 1017, PT 140	Leasehold expiring on 29.03.2070				30.03.2010	
HS(D) 1018, PT 141 Mukim Padang Matsirat Daerah Langkawi Pulau Langkawi Kedah Darul Aman	Leasehold expiring on 29.03.2070				30.03.2010	
Lot 5001 to 5020 PN 14706 to 14714 PN 14721 to 14731 Daerah Rompin Bandar Tioman Pulau Tioman Pahang Darul Makmur	Leasehold 99 years expiring on 02.05.2107	201.39 acres	Land for hotel and resort operations	29 years	30.12.1985	102,323

## LIST OF MAJOR PROPERTIES

as at 30 April 2016

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net Carrying Amount RM'000
Geran No. 29726 Lot 1261, Seksyen 67 Daerah Kuala Lumpur (Plaza Berjaya, 12 Jalan Imbi, Kuala Lumpur)	Freehold	161,405 sq ft	Land with office, residential block and shopping complex for rental	30 years	27.11.1989	99,500
GM931 Lot 57 GM841 Lot 58 Geran 26066 Lot 1 Geran 26067 Lot 2 GM 1772 Lot 49 Seksyen 94B Mukim Kuala Lumpur	Freehold	387,920 sq ft	Vacant development land	N/A	03.05.2012	87,229
Lot PT 4805, 4806 HS(D) 81319, 81320 Mukim Petaling Kuala Lumpur	Freehold	7,129,260 sq ft	Club house and golf course	> 24 years	05.09.1991	86,668
287 parcels of land at Onna-Son Okinawa Island, Japan	Freehold	96,675 sq m	Land held for development	N/A	Since 15.07.2009	82,808
11th Floor Berjaya Times Square No. 1, Jalan Imbi Kuala Lumpur	Freehold	104,844 sq ft	1 floor of office space of an integrated commercial development for rental	13 years	06.01.1998	65,256
164-166 Sussex Gardens London W2 1UD United Kingdom	Freehold	About 3,926 sq ft	Hotel operation (46 guest rooms)	> 151 years	29.09.2014	56,484
13th Floor Berjaya Times Square No. 1, Jalan Imbi Kuala Lumpur	Freehold	106,315 sq ft	1 floor of office space of an integrated commercial development for rental	13 years	06.01.1998	55,775
7835 Makati Avenue Corner Eduque Street Makati City Philippines 1209	Freehold	586 sq m	Hotel (223 guest rooms)	15 years	04.12.2009	52,814
ANSA Kuala Lumpur No. 101 Jalan Bukit Bintang Kuala Lumpur	Leasehold 60 years expiring on 30.04.2062	22,852 sq ft	Hotel (168 guest rooms)	> 37 years	05.05.2008	52,466

## LIST OF MAJOR PROPERTIES

as at 30 April 2016

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net Carrying Amount RM'000
Lot 4916 (PT 1927) Lot 5871 (PT 2055) Mukim of Hulu Kelang District of Gombak Taman Tun Abdul Razak Ampang Jaya Selangor Darul Ehsan	Leasehold expiring on 17.06.2078	67.19 acres	Club house and golf course	30 years	1.10.1984	52,301
HS(D) 11814, Lot 11527 Lot 1 to 8, Lot 49 to 55 Taman Tun Abdul Razak Ampang Selangor Darul Ehsan	Freehold	351,903 sq ft	Land held for development	N/A	22.12.1990	50,087

### Note:

The Group does not adopt a policy of regular revaluation of its properties except for investment properties which are stated at fair value.

## MATERIAL CONTRACTS

Other than as disclosed in Notes 14, 26, 31, 32, 33, 34, 35, 40, 42, 48 and 49 to the financial statements, there are no subsisting material contracts entered into by Berjaya Land Berhad and its subsidiaries involving Directors and major shareholders.

## ADDITIONAL INFORMATION

The amount of non-audit fees incurred for services rendered to the Group for the financial year ended 30 April 2016 amounted to RM645,000 (2015: RM817,000).

The total number of employees of the Group at 30 April 2016 is 4,775 (2015: 5,915).

# GROUP ADDRESSES

## BERJAYA HOTELS & RESORTS

### Corporate Office

Level 15 (West Wing)  
Berjaya Times Square Hotel  
No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2142 9611  
Fax : 603-2144 2526/2527  
Email : bhr@berjahotel.com  
Website : www.berjahotel.com

## MALAYSIAN HOTELS & RESORTS

### Berjaya Tioman Resort

Tioman Island Resort  
P.O. Box 4, 86807 Mersing  
Johor Darul Takzim  
Tel : 609-419 1000  
Fax : 609-419 1718  
Email : tioman.rsvn@berjahotel.com

### Berjaya Langkawi Resort

Karong Berkunci 200  
Burau Bay  
07000 Langkawi  
Kedah Darul Aman  
Tel : 604-959 1888  
Fax : 604-959 1886  
Email : langkawi.rsvn@berjahotel.com

### The Taaras Beach & Spa Resort

P.O. Box 126, Main Post Office  
20928 Kuala Terengganu  
Terengganu Darul Iman  
Tel : 609-630 8888  
Fax : 609-630 8880  
Email : reservation@thetaaras.com

### Georgetown City Hotel, Penang

1-Stop Midlands Park  
Jalan Burmah  
10350 Pulau Pinang  
Tel : 604-227 7111  
Fax : 604-226 7111  
Email : reservation@georgetowncityhotel.com

### Berjaya Times Square Hotel, Kuala Lumpur

No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2117 8000  
Fax : 603-2143 3352  
Email : bth.rsvn@berjahotel.com

### ANSA Kuala Lumpur (formerly known as Piccolo Hotel, Kuala Lumpur)

101, Jalan Bukit Bintang  
55100 Kuala Lumpur  
Tel : 603-2146 5000  
Fax : 603-2146 5001  
Email : reservation@ansakualalumpur.com

### Redang Island Resort

P.O. Box 106  
20710 Kuala Terengganu  
Terengganu Darul Iman  
Tel : 609-630 8787  
Fax : 609-630 8788  
Email : reservation@redangislandresort.com

## OVERSEAS HOTELS & RESORTS

### Berjaya Beau Vallon Bay Resort & Casino – Seychelles

P.O. Box 550, Victoria  
Mahe, Seychelles  
Tel : 248-4287-287  
Fax : 248-4247-943  
Email : mahe.inquiry@berjahotel.com

### Berjaya Praslin Resort – Seychelles

Anse Volbert, Praslin, Seychelles  
Tel : 248-4286-286  
Fax : 248-4232-244  
Email : praslin.rsvn@berjahotel.com

### Berjaya Eden Park London Hotel – United Kingdom

35-39, Inverness Terrace  
Bayswater, London W2 3JS  
United Kingdom  
Tel : 44-20-7221-2220  
Fax : 44-20-7221-2286  
Email : info.london@berjahotel.com

### Berjaya Hotel Colombo – Sri Lanka

36, College Avenue, Mount Lavinia  
Sri Lanka  
Tel : 94-11-273 9610  
Fax : 94-11-273 3030  
Email : reserve\_bmrh@sltnet.lk

### Sheraton Hanoi Hotel – Vietnam

K5 Nghi Tam  
11, Xuan Dieu Road  
Tay Ho District, Hanoi  
Socialist Republic of Vietnam  
Tel : 84-4-3719 9000  
Fax : 84-4-3719 9001  
Email : reservations.hanoi@sheraton.com

### InterContinental Hanoi Westlake – Vietnam

1A, Nghi Tam  
Tay Ho District, Hanoi  
Socialist Republic of Vietnam  
Tel : 84-4-6270 8888  
Fax : 84-4-6270 9999  
Email : reservation.hanoi@ihg.com

### Long Beach Resort Phu Quoc – Vietnam

Group of Households 4  
Cua Lap Hamlet  
Duong To Commune  
Phu Quoc District  
Kien Giang Province  
Socialist Republic of Vietnam  
Tel : 84-77 398 1818  
Fax : 84-77 397 8027  
Email : reservation@longbeach-phuquoc.com

### Berjaya Makati Hotel – Philippines

7835, Makati Ave., Corner Eduque Street  
Makati City, Manila, Philippines 1209  
Tel : 632-750 7500  
Fax : 632-750 6783  
Email : manila.inquiry@berjahotel.com

### The Castleton Hotel, London – United Kingdom

164-166 Sussex Gardens  
London W2 1UD, United Kingdom  
Tel : 44-20-7706-4666  
Fax : 44-20-7706-2288  
Email : info@castletonhotel.com

## GROUP ADDRESSES

### CLUBS & RECREATION

#### **Tioman Island Golf Club, Pahang**

P.O. Box 4  
86807 Mersing  
Johor Darul Takzim  
Tel : 609-419 1000 (Ext 1574)  
Email : tioman.golf@berjayahotel.com

#### **Bukit Banang Golf & Country Club, Johor**

1, Persiaran Gemilang  
Bandar Banang Jaya  
83000 Batu Pahat  
Johor Darul Takzim  
Tel : 607-428 6001  
Email : banang@berjayaclubs.com

#### **Staffield Country Resort, Negeri Sembilan**

Batu 13, Jalan Seremban-Kuala Lumpur  
71700 Mantin  
Negeri Sembilan Darul Khusus  
Tel : 603-8766 6117  
Email : staffield@berjayaclubs.com

#### **Bukit Kiara Equestrian & Country Resort, Kuala Lumpur**

Jalan Bukit Kiara  
Off Jalan Damansara  
60000 Kuala Lumpur  
Tel : 603-2093 1222  
Email : kiara@berjayaclubs.com

#### **Bukit Jalil Golf & Country Resort, Kuala Lumpur**

Jalan Jalil Perkasa 3, Bukit Jalil  
57000 Kuala Lumpur  
Tel : 603-8994 1600  
Email : jalil@berjayaclubs.com

#### **Kelab Darul Ehsan, Selangor**

Taman Tun Abdul Razak  
Jalan Kerja Air Lama  
68000 Ampang Jaya  
Selangor Darul Ehsan  
Tel : 603-4257 2333  
Email : kde@berjayaclubs.com

### VACATION TIMESHARE & TRAVEL

#### **Berjaya Vacation Club Berhad – Kuala Lumpur**

Lot 5-04, 5th Floor, Fahrenheit 88  
179, Jalan Bukit Bintang  
55100 Kuala Lumpur  
Tel : 603-2116 9999  
Fax : 603-2141 9288/2148 6879  
Email : bvc@berjaya.com.my

#### **BERJAYA AIR SDN BHD**

Lot AM1, Skypark Terminal  
Sultan Abdul Aziz Shah Airport  
47200 Subang  
Selangor Darul Ehsan, Malaysia  
Tel : 603-7847 1338  
Fax : 603-7842 2038

### PROPERTY INVESTMENT & DEVELOPMENT

#### **Main Office:**

Level 12 (East Wing)  
Berjaya Times Square  
No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2149 1999/2142 8028  
Fax : 603-2143 2028/2145 2126  
Email : property@berjaya.com.my

#### **Property Gallery – Kuala Lumpur**

02-20, Level 2 (West Wing)  
Berjaya Times Square  
No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2149 1999/2142 8028  
Fax : 603-2145 1921  
Website : www.berjayaproperties.com

#### **Vietnam Office:**

**Berjaya VFC Ltd**  
**Berjaya VIUT Ltd**  
**Berjaya – D2D Co., Ltd**  
6th Floor, Bao Viet Tower  
233 Dong Khoi Street  
Ben Nghe Ward, District 1  
Ho Chi Minh City  
Socialist Republic of Vietnam  
Tel : 84-8-3521 0038 (General)  
84-8-3521 0001 (Marketing)  
Fax : 84-8-3521 0039

#### **Berjaya – Handico12 Co., Ltd., Hanoi The Pavilion**

Ha Noi Garden City  
Thach Ban Ward, Long Bien District  
Hanoi, Socialist Republic of Vietnam  
Tel : 84-4-3652 6666  
Fax : 84-4-3652 6668

#### **China Office:**

**Berjaya (China) Great Mall Co. Ltd.**  
38, Xing Gong West Street  
Yanjiao Development Zone  
065201 Sanhe City  
People's Republic of China  
Tel : 86-316-332 0309/332  
Fax : 86-316-332 0310

#### **Korea Office:**

**Berjaya Jeju Resort Limited**  
2572 Jungmun-dong  
Seogwipo City  
Jeju Special Self-Governing Province  
697-120 Republic of Korea  
Tel : 82-64-738-5030  
Fax : 82-64-738 5033

### PROPERTY INVESTMENT & DEVELOPMENT (CONT'D)

#### Property Management:

Level 12 (East Wing)  
Berjaya Times Square  
No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2149 1591/92  
Fax : 603-2145 2805  
Email : groupcondo@berjaya.com.my

#### Property Addresses:

##### Indah UPC Shops

3½ Miles, Jalan Klang Lama  
58000 Kuala Lumpur

##### Kelang Lama New Business Centre Gemilang Indah Apartments

Jalan 2/110A  
Batu 3½, Jalan Klang Lama  
58200 Kuala Lumpur

##### Pines Condominiums

Jalan 116, Jalan Sultan Abdul Samad  
Brickfields, 50470 Kuala Lumpur

##### Ixora Apartments

Jalan Rusa, Off Jalan Tun Razak  
50400 Kuala Lumpur

##### Robson Condominiums

Jalan 2/87D, Robson Heights  
Persiaran Syed Putra 2  
50470 Kuala Lumpur

##### 1 Petaling Residences & Commerz @ Sg. Besi

Jalan 1C/149, Off Jalan Sungai Besi  
57100 Kuala Lumpur

##### Petaling Indah Condominiums

No. 2, Jalan 1C/149  
Off Jalan Sungai Besi  
57100 Kuala Lumpur

##### Sri Pelangi Condominiums

##### Sri Pelangi Shops & Apartments

No. 126, Jalan Genting Kelang, Setapak  
53300 Kuala Lumpur

##### Taman Cemerlang Cemerlang Heights Cemerlang Court Cemerlang Apartment Cemerlang Shop/Office/Apartment

Jalan TC 1/5  
Taman Cemerlang Gombak  
53100 Kuala Lumpur

##### Berjaya Park

Seksyen 32, 40460 Shah Alam  
Selangor Darul Ehsan

##### Vasana 25

Seputeh Heights  
Jalan Bukit Seputeh 3  
Taman Seputeh Heights  
58000 Kuala Lumpur

##### Subang Heights

Jalan SHT/SHB  
Taman Subang Heights  
47500 Subang Jaya  
Selangor Darul Ehsan

##### The Peak @ Taman TAR

Off Jalan Sultan  
Taman Tun Abdul Razak  
68000 Ampang  
Selangor Darul Ehsan

##### Greenfields Apartments

No. 8, Jalan 1/155B, Bukit Jalil  
57000 Kuala Lumpur

##### Arena Green Apartments

Block F, Ground Floor  
No. 3, Jalan 1/55A, Bukit Jalil  
57000 Kuala Lumpur

##### Green Avenue Condominiums

No. 15, Jalan 1/155B, Bukit Jalil  
57000 Kuala Lumpur

##### Savanna Bukit Jalil Condominiums

No. 5, Jalan 1/155A, Bukit Jalil  
57000 Kuala Lumpur

##### Savanna 2 Bukit Jalil

No. 3, Jalan Jalil Perkasa 7, Bukit Jalil  
57000 Kuala Lumpur

##### Covillea Bukit Jalil

No. 8, Jalan Jalil Perkasa 7, Bukit Jalil  
57000 Kuala Lumpur

##### Jalil Link @ Bukit Jalil

Jalan 1/155B, Bukit Jalil  
57000 Kuala Lumpur

##### The Link 2 @ Bukit Jalil

Jalan Jalil Perkasa 1, Bukit Jalil  
57000 Kuala Lumpur

##### KM1 East & West Condominiums @ Bukit Jalil

Jalan Jalil Perkasa, Bukit Jalil  
57000 Kuala Lumpur

##### Kinrara Ria Apartments

M.A.G. 2, Block A  
Pangsapuri Kinrara Ria  
Jalan TK 4/11  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan  
Tel : 603-8076 1587

##### Kinrara Putri Apartments

Jalan TK 4/12  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan  
Tel : 603-8076 3258

##### Kinrara Low Cost Shops & Apartments

Jalan TK 4/13  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan

##### Kinrara Mas Shops & Apartments

Jalan TK 4/14  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan

## GROUP ADDRESSES

### PROPERTY INVESTMENT & DEVELOPMENT (CONT'D)

#### Kinrara Mas Low Cost Shops

Jalan TK 4/13  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan

#### Kinrara Shops, Offices & Apartments

Jalan TK 4/5  
Taman Kinrara Seksyen IV  
47100 Puchong  
Selangor Darul Ehsan

#### Kuantan Perdana Shop Office

Jalan Tun Ismail  
25000 Kuantan  
Pahang Darul Makmur

#### Batu Pahat Office:

##### Berjaya Land Development Sdn Bhd

74 & 75, Jalan Gemilang  
Taman Banang Jaya  
83000 Batu Pahat  
Johor Darul Takzim  
Tel : 607-428 8678  
Fax : 607-428 8099  
Email : bpoffice@berjaya.com.my

#### Penang Office:

c/o Penang Turf Club Race Course  
Jalan Batu Gantung  
10450 Pulau Pinang  
Tel : 604-226 0682  
Fax : 604-226 0631

#### Singapore Office:

##### Berjaya Corporation (S) Pte. Ltd.

67, Tanjong Pagar Road  
Singapore 088488  
Tel : 602-6227 7378  
Fax : 602-6225 4066  
Email : bcorp@berjaya.com.sg

### COMPLEXES

#### Berjaya Megamall, Pahang

Lot 3-18, 3rd Floor  
Sri Dagangan Kuantan  
Business Centre, Jalan Tun Ismail  
25000 Kuantan  
Pahang Darul Makmur  
Tel : 609-508 8188  
Email : megamall@berjaya.com.my

#### Plaza Berjaya, Kuala Lumpur

Lot 2.05, 2nd Floor  
Podium Block Plaza Berjaya  
No. 12, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2141 2818  
Email : pberjaya@berjaya.com.my

#### Kota Raya Complex, Kuala Lumpur

Lot 5.0A-1 Level 5  
Kota Raya Complex  
Jalan Tun Tan Cheng Lock  
50000 Kuala Lumpur  
Tel : 603-2072 2562  
Email : kotaraya@berjaya.com.my

### GAMING & LOTTERY MANAGEMENT

#### Sports Toto Malaysia Sdn Bhd

Lot 13-01, Level 13 (East Wing)  
Berjaya Times Square  
No. 1, Jalan Imbi  
55100 Kuala Lumpur  
Tel : 603-2148 9888  
Fax : 603-2141 9581  
Email : webmaster@sportstoto.com.my  
Website : www.sportstoto.com.my

#### Natural Avenue Sdn Bhd

Lot 8189 & 8190  
Town East, Pending Road  
93450 Kuching, Sarawak  
Tel : 6082-333 666  
Fax : 6082-330 188  
Website : www.cashsweep.com.my

#### International Lottery & Totalizator Systems, Inc., USA

2310 Cousteau Court  
Vista (San Diego)  
California 92081 – 8346  
USA  
Tel : 1-760-598-1655  
Fax : 1-760-598-0219  
Email : mktg@ilts.com  
Website : www.ilts.com

#### Berjaya Philippines Inc. Philippine Gaming

##### Management Corporation

9th Floor, Rufino Pacific Tower  
6784 Ayala Ave., cor V.A. Rufino Street  
Makati City  
Metro Manila, Philippines  
Tel : 632-811 0668  
Fax : 632-811 2293  
Website : www.berjaya.com.ph

### EDUCATION

#### Informatics Education Ltd Informatics Campus

133 Middle Road  
#05-01 BOC Plaza  
Singapore 188974  
Tel : 65-6580 4555  
Fax : 65-6565 1371  
Website : www.informaticseducation.com

### MOTOR RETAILER

#### H.R. Owen Plc

Melton Court  
25-27 Old Brompton Road  
London SW7 3TD  
Tel : 020-7245 1122  
Website : www.hrowen.co.uk



# RECURRENT RELATED PARTY TRANSACTIONS

## of a Revenue or Trading Nature for the year ended 30 April 2016

Berjaya Land Berhad ("BLand") Group with the following Related Parties	Nature of transactions undertaken by BLand and/or its unlisted subsidiaries	Amount transacted during the financial year (RM'000)
<b>Berjaya Corporation Berhad ("BCorp") and its unlisted subsidiary companies:-</b>		
BCorp	Management fees payable by BLand for services rendered that include, inter-alia, the provision of finance, secretarial and general administrative services	400
Berjaya Registration Services Sdn Bhd	Receipt of share registration, printing and mailing services by BLand Group	75
Berjaya Education Sdn Bhd	Receipt of education and staff training services by BLand Group	200
Berjaya Higher Education Sdn Bhd	Income payable by Berjaya Hospitality Services Sdn Bhd ("BHSSB") for renting of café at Level 14, East Wing, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	96
	Rental receivable by Nural Enterprise Sdn Bhd ("NESB") for renting of Units 5.1, 5.2, 5.3, 6.1, 6.6, 7.1, 7.2, 7.4, 7.5, 7.6, 8.1, 8.2, 8.6, 9.6, 10.2, 10.6, 11.2, 11.3, 11.4, 12.1, 12.2, 12.3, 13.1, 13.3 and 13.4 of Apartment Block, Plaza Berjaya, Jalan Imbi, 55100 Kuala Lumpur	512
	Rental receivable by Tiram Jaya Sdn Bhd for renting of Unit 8.5, 8th Floor of Apartment Block, Plaza Berjaya, Jalan Imbi, 55100 Kuala Lumpur	26
Changan Berjaya Auto Sdn Bhd	Rental income receivable by Klasik Mewah Sdn Bhd ("KMSB") for renting of premises at Lot 3, Jalan 225, Section 51A, Petaling Jaya, Selangor	144
Berjaya Krispy Kreme Doughnuts Sdn Bhd	Rental income receivable by Sri Panglima Sdn Bhd ("SPSB") for renting of shoplots at No. 1 & 9, Jalan Kinrara TK 4/13, Taman Kinrara, Seksyen 4, Puchong, Selangor	43
	Rental income receivable by SPSB for renting of shoplot at No. 3, Jalan Kinrara TK 4/13, Taman Kinrara, Seksyen 4, Puchong, Selangor	19
Bukit Tinggi Tours Sdn Bhd	Rental payable by BHSSB for renting of cars as transportation for long term hotel guests use at Berjaya Times Square Hotel, Jalan Imbi, Kuala Lumpur	30
Inter-Pacific Trading Sdn Bhd	Rental income receivable by NESB for renting of office at Lot 1.35A, 1st Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	32
	Purchase of stationery products by BLand Group	125
Inter-Pacific Securities Sdn Bhd	Provision of security guard services by BGSSB	84
	Rental income receivable by Nada Embun Sdn Bhd ("NEmbun") for renting of office at Lot 13-02, Level 13, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	1,079
Prime Credit Leasing Sdn Bhd	Receipt of leasing and hire purchase facilities by B-Land Group	284
Ambilan Imej Sdn Bhd	Rental payable by BLand for renting of office at Level 12, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	1,092
Berjaya Books Sdn Bhd	Provision of security guard services by BGSSB	72

## RECURRENT RELATED PARTY TRANSACTIONS

of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>Berjaya Corporation Berhad ("BCorp") and its unlisted subsidiary companies:- (cont'd)</b>		
Cosway (M) Sdn Bhd	Rental income receivable by Cempaka Properties Sdn Bhd ("CPSB") for renting of shoplot at Lot G-67, Ground Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	123
	Wet lease charges receivable by Berjaya Air Sdn Bhd ("BAir") for aircraft leasing facilities	960
	Provision of security guard services by BGSSB	2
Kimia Suchi Marketing Sdn Bhd	Purchase of cleaning chemical products by the various hotels and resorts in BLand Group	518
Berjaya Hills Berhad	General marketing charges payable to Berjaya Hotels & Resorts (Singapore) Pte Ltd	45
BLoyalty Sdn Bhd	Loyalty reward charges payable by BLand Group	44
	Rental income receivable by NESB for renting offices at Lots 7A, 7B & 7C, 7th Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	102
Stephens Properties Sdn Bhd	Rental payable by:	
	1. Berjaya Golf Resort Bhd ("BGolf") for renting of storage space at Lots 20F, 22C, 22D, 22E, 26B & 26C, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	11
	2. Berjaya Land Development Sdn Bhd for renting of storage space at Lot 20E, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	2
	3. Pakar Angsana Sdn Bhd for renting of storage space at Lots 20B, C & D, 21D, 22B, 23F & 26D, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	12
	4. BLand for renting of storage space at Lots 19D, E & F, 25B, D & E and shoplot at Lot 6.07, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	25
	5. Berjaya Resort Management Services Sdn Bhd ("BRMSSB") for renting of storage space at Lot 22F, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	2
	6. BGSSB for renting of offices at Lots 6.01, 6.02 & 6.03, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	100
	7. TIR for renting of storage space at Lots 22F, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	2
	Provision of security guard services by BGSSB	230
Graphic Press Sdn Bhd	Provision of security guard services by BGSSB	107
E.V.A Management Sdn Bhd	Human resources management service fees payable by BLand Group	8
<b>Total</b>		<b>6,606</b>

**RECURRENT RELATED PARTY TRANSACTIONS**  
of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>Berjaya Auto Berhad and/or its unlisted subsidiary company:-</b>		
Bermaz Motor Trading Sdn Bhd	Purchase of motor vehicles, component parts and other related products and services by the BLand Group	21
<b>Total</b>		<b>21</b>
<b>Berjaya Sports Toto Berhad ("BToto") and its unlisted subsidiary companies:-</b>		
BToto	Rental income receivable by NEmbun for renting of office at part of Level 13, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	286
	Rental income receivable by Berjaya Langkawi Beach Resort Sdn Bhd ("BLangkawi") for renting of villa at Berjaya Langkawi Resort, Burau Bay, Pulau Langkawi, Kedah	164
FEAB Properties Sdn Bhd	Rental income payable by BLangkawi for renting of restaurant premises at Plot C, Teluk Burau, Padang Matsirat, Pulau Langkawi, Kedah	108
Sports Toto Malaysia Sdn Bhd	Provision of security guard services by BGSSB	3,614
	Rental income receivable by NEmbun for renting of office at Lot 13-01, Level 13, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	1,572
	Rental income received by NESB:-	
	1. Renting of apartments at Lots 5.4 & 5.6, 5th Floor, Apartment Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur.	30
	2. Renting of apartment at Lot 10.4, 10th Floor, Apartment Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur.	19
BToto and its subsidiary companies	Dry lease charges receivable by BAir for aircraft leasing facilities	1,500
	Charter fees receivable by Berjaya Jet Charter Sdn Bhd for aircraft leasing facilities	4,022
<b>Total</b>		<b>11,315</b>

## RECURRENT RELATED PARTY TRANSACTIONS

of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>Berjaya Assets Berhad ("BAssets") and its unlisted subsidiary companies:-</b>		
Berjaya Times Square Sdn Bhd	Rental payable by: <ol style="list-style-type: none"> <li>1. Budi Impian Sdn Bhd for renting of shoplots at Lots LG-73, 74 &amp; 74A, Lower Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur</li> <li>2. BLand for renting of offices at Lots 02-17 &amp; 02-34, Level 2, Berjaya Times Square, Jalan Imbi, Kuala Lumpur</li> <li>3. Mantra Design Sdn Bhd for renting of shoplots at Lots 09-14 &amp; 09-15, Level 9, Berjaya Times Square, Jalan Imbi, Kuala Lumpur</li> <li>4. Marvel Fresh Sdn Bhd for renting of storage space at G-31, Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur</li> </ol>	242 379 53 38
BAssets	Management fees receivable by BLand for services rendered include inter-alia the provision of finance, corporate, secretarial and general administrative services	240
Berjaya Times Square Theme Park Sdn Bhd	Provision of security guard services by BGSSB	182
BTS Car Park Sdn Bhd	Parking charges paid by BLand Group for leasing of parking bays at Berjaya Times Square, Jalan Imbi, Kuala Lumpur	179
	Provision of security guard services by BGSSB	74
Berjaya Assets Food (BAF) Sdn Bhd	Rental receivable by ANSA Hotel KL Sdn Bhd (formerly known as Absolute Prestige Sdn Bhd) for renting of premise at Lot No.0.2, Ground Floor, 101, Jalan Bukit Bintang, Kuala Lumpur	356
<b>Total</b>		<b>1,743</b>
<b>Berjaya Media Berhad ("BMedia") and/or its unlisted subsidiary company:-</b>		
Sun Media Corporation Sdn Bhd	Rental income receivable by Regnis Industries (M) Sdn Bhd ("Regnis") for renting of office at part of Ground Floor, 5th Floor and whole of 4th Floor and store room at basement level, Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	573
	Provision of security guard services by Regnis	75
	Receipt of advertising and publishing services by BLand Group	94
<b>Total</b>		<b>742</b>

**RECURRENT RELATED PARTY TRANSACTIONS**  
of a Revenue or Trading Nature for the year ended 30 April 2016

Berjaya Land Berhad ("BLand") Group with the following Related Parties	Nature of transactions undertaken by BLand and/or its unlisted subsidiaries	Amount transacted during the financial year (RM'000)
<b>Berjaya Food Berhad and/or its unlisted subsidiary companies:-</b>		
Berjaya Roasters (M) Sdn Bhd	Rental income receivable by CPSB for renting of shoplot at Lot G-83, Ground Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	66
	Rental income receivable by CPSB for renting of shoplot at Lot G-29D, Ground Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	11
	Rental income receivable by Kota Raya Complex Management Sdn Bhd for renting of signage at Lots G05, G06 and G07 at Kota Raya Complex, Jalan Tun Tan Cheng Lock, Kuala Lumpur	6
Berjaya Starbucks Coffee Company Sdn Bhd	Rental income receivable by:	
	1. Kota Raya Development Sdn Bhd ("KRaya") for renting of Kiosk G1 at Ground Floor, Kota Raya Complex, Jalan Tun Tan Cheng Lock, Kuala Lumpur	118
	2. NESB for renting of Kiosk I at Lower Ground Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	15
	3. NESB for renting of shoplots at Lots 1.07 & 1.08, 1st Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	50
	4. CPSB for renting of shoplot at Lot G15, Ground Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	211
	5. CPSB for renting of storage space at Lot S2.B, 2nd Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	3
	6. NESB for renting of storeroom at Lot 3.04, 3rd Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	16
	7. ANSA Hotel KL Sdn Bhd (formerly known as Absolute Prestige Sdn Bhd) for renting of premise at Lot 03, Ground Floor, 101, Jalan Bukit Bintang, Kuala Lumpur	744
	Provision of security guard services by BGSSB	200
<b>Total</b>		<b>1,440</b>

## RECURRENT RELATED PARTY TRANSACTIONS

of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>7-Eleven Malaysia Holdings Berhad and its unlisted subsidiary company:-</b>		
7-Eleven Malaysia Sdn Bhd (a)	Rental income receivable by:	
	1. KMSB for renting of shoplot at Lot LG147, Lower Ground Floor, Sungei Wang Plaza, Jalan Sultan Ismail, Kuala Lumpur	198
	2. Angsana Gemilang Sdn Bhd ("AGSB") for renting of shoplot at No. 32G, Jalan Sultan Ismail, Kuala Lumpur	340
	3. NESB for renting of shoplot at Kiosk II at Lower Ground Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	65
	4. NESB for renting of offices at Lots 3.05, 3.35 & 3.36, 3rd Floor and Lot 4.01, 4th Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	747
	5. NESB for renting offices at Lots 5.01A&B, 5B, 5C, 5D & 5E, 5th Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	358
	6. NESB for renting of office at Lot 1.05, 1st Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	93
	7. NESB for renting offices at Lots 3.01 & 3.02, 3rd Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	31
	8. NESB for renting office at Lots 5A, 5th Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	22
	9. NESB for renting office at Lot 1.35B, 1st Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	43
	10. CPSB for renting of shoplots at G21, G22 & G22A, Ground Floor, Berjaya Megamall, Jalan Tun Ismail, Kuantan	313
	Parking charges receivable by NESB for leasing of parking bays at Plaza Berjaya, Jalan Imbi, Kuala Lumpur	3
	Provision of security guard services by BGSSB	15
<b>Total</b>		<b>2,228</b>

**RECURRENT RELATED PARTY TRANSACTIONS**  
of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>Other Related Parties:-</b>		
Singer (Malaysia) Sdn Bhd (a)	Rental income receivable by Regnis for renting of:	
	1. offices at Part of G/F, 1/F and 2/F, Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	404
	2. offices at Part of 3/F, Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	81
	Provision of security guard services by BGSSB	181
	Purchase of products and services by the BLand Group	552
Berjaya Sompoo Insurance Berhad (b)	Rental income payable by BHSSB for renting of service suites at A-18-18, 18th Floor, B-26-19, 26th Floor, B-30-12, 30th Floor and B-42-10, 42nd Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	97
	Rental income payable by BHSSB for renting of service suites at A-22-04 & A-22-07, 22nd Floor, B-26-20, 26th Floor and B-27-10, 27th Floor, B-28-08 & B-28-10, 28th Floor, B-29-08, 29th Floor, B-32-18, 32nd Floor and B-39-18, 39th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	402
	Rental income payable by BHSSB for renting of service suites at A-17-08, 17th Floor and A-30-21, 30th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	62
	Rental income received by NESB for renting of shoplot at G027G, Ground Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	48
	Provision of security guard services by BGSSB	49
	Parking charges receivable by NESB for leasing of parking at basement of Plaza Berjaya, Jalan Imbi, Kuala Lumpur	8
	Rental income receivable by:	
	1. Regnis for renting of rooftop at Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	23
U Mobile Sdn Bhd (c)	2. BGolf for renting of watchtower at Bukit Jalil Golf & Country Resort, Jalan 3/155B, Kuala Lumpur	50
	3. AGSB for renting of offices at 1st & 2nd Floor, No.32 Jalan Sultan Ismail, Kuala Lumpur	329
	4. Bukit Kiara Resort Bhd ("BKiera") for renting of broadcasting facility at Bukit Kiara Equestrian & Country Resort, Off Jalan Damansara, Kuala Lumpur	47
	5. Georgetown City Hotel Sdn Bhd for renting of rooftop at Georgetown City Hotel, Jalan Burmah, Pulau Pinang	60
	6. Amat Muhibah Sdn Bhd for renting of broadcasting facility at Desa Water Park, Jalan Klang Lama, Kuala Lumpur	42

## RECURRENT RELATED PARTY TRANSACTIONS

of a Revenue or Trading Nature for the year ended 30 April 2016

<b>Berjaya Land Berhad ("BLand") Group with the following Related Parties</b>	<b>Nature of transactions undertaken by BLand and/or its unlisted subsidiaries</b>	<b>Amount transacted during the financial year (RM'000)</b>
<b>Other Related Parties:- (cont'd)</b>		
U Mobile Sdn Bhd (c) (cont'd)	Parking charges receivable by AGSB for leasing of parking bays at basement carpark, No.32, Jalan Sultan Ismail, Kuala Lumpur	34
	Parking charges received by NESB for leasing of parking at basement of Plaza Berjaya, Jalan Imbi, Kuala Lumpur	12
	Provision of security guard services by BGSSB	121
Tai Thong Group Sdn Bhd (d)	Rental and commission receivable by:	
	1. BKiara for renting of Oriental Pearl at Bukit Kiara Equestrian & Country Resort, Off Jalan Damansara, Kuala Lumpur	606
	2. BGolf for renting of Oriental Pearl at Bukit Jalil Golf & Country Resort, Jalan 3/155B, Kuala Lumpur	823
Songbird Amusement Sdn Bhd (e)	Rental income receivable by NESB for renting of shoplots at Lots 2.35 & 2.36, 2nd Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	315
Qinetics Solutions Sdn Bhd (f)	Receipt of information technology consultancy and management related services and purchase of networking equipment by BLand Group	458
Qinetics Services Sdn Bhd (f)	Receipt of information technology consultancy and management related services and purchase of networking equipment by BLand Group	1,641
Berjaya Radioshack Sdn Bhd (a)	Provision of security guard services by BGSSB	37
<b>Total</b>		<b>6,482</b>
<b>Grand Total</b>		<b>30,577</b>

### Notes:

- Wholly-owned subsidiaries of Berjaya Retail Berhad which in turn is a wholly-owned subsidiary of Premier Merchandise Sdn Bhd, a wholly-owned subsidiary of Intan Utilities Berhad ("Intan"). Tan Sri Dato' Seri Vincent Tan Chee YOUNG ("TSVT") is deemed major shareholder of Intan.
- Associated company of BCorp.
- TSVT, the Chairman of U Mobile Sdn Bhd ("UMSB") is also a deemed major shareholder in UMSB.
- Wholly-owned subsidiary of Tai Thong Holdings Sdn Bhd, which in turn is a wholly-owned subsidiary of Diversified Kinetic Sdn Bhd ("DKSB"). Tan Sri Dato' Tan Chee Sing ("TSDT") and his son Dato' Dickson Tan Yong Loong, a Director of BLand are deemed major shareholders of DKSB. TSDT is also a brother of TSVT.
- A wholly-owned subsidiary of Perfect Patent Sdn Bhd. Ms Tan Choon Lui is deemed a major shareholder of Songbird Amusement Sdn Bhd by virtue of her interest in Perfect Patent Sdn Bhd. She is the sister of TSVT. Hence, is a person connected to TSVT.
- Subsidiary companies of MOL.com Sdn Bhd ("MOL"). TSVT and related companies of BCorp Group have interests in MOL.



# STATEMENT OF DIRECTORS' SHAREHOLDINGS

as at 18 July 2016

## THE COMPANY

	No. of Ordinary Shares of RM0.50 each			
	Direct	Deemed	%	Interest
	Interest			%
Dato' Ng Sooi Lin	224,000	0.01	—	—
Tan Thiam Chai	40,000	0.00	—	—
Datuk Robert Yong Kuen Loke	360,808	0.01	—	—
Nerine Tan Sheik Ping	2,000,000	0.04	—	—
Chryseis Tan Sheik Ling	5,000,000	0.10	—	—

## ULTIMATE HOLDING COMPANY BERJAYA CORPORATION BERHAD

	No. of Ordinary Shares of RM1.00 each			
	Direct	Deemed	%	Interest
	Interest			%
Dato' Ng Sooi Lin	132,700	0.00	—	—
Tan Thiam Chai	123,294	0.00	104,164 #	0.00
Datuk Robert Yong Kuen Loke	1,020,918	0.02	—	—
Phan Yoke Seng	100	0.00	—	—
Chryseis Tan Sheik Ling	197,000	0.00	—	—

No. of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022 of RM1.00 nominal value each				
	Direct	Deemed	%	Interest
	Interest			%
Datuk Robert Yong Kuen Loke	2,516,508	0.39	—	—
Dato' Ng Sooi Lin	16,666	0.00	—	—
Tan Thiam Chai	20,600	0.00	17,400 #	0.00
Nerine Tan Sheik Ping	132,000	0.02	—	—
Chryseis Tan Sheik Ling	275,000	0.04	—	—

No. of 2% Irredeemable Convertible Unsecured Loan Stocks 2016/2026 of RM1.00 nominal value each				
	Direct	Deemed	%	Interest
	Interest			%
Dato' Ng Sooi Lin	1,000	0.00	—	—
Tan Thiam Chai	1,000	0.00	—	—

Number of Warrants 2012/2022				
	Direct	Deemed	%	Interest
	Interest			%
Datuk Robert Yong Kuen Loke	170,108	0.02	—	—
Dato' Ng Sooi Lin	16,666	0.00	—	—
Tan Thiam Chai	20,600	0.00	17,400 #	0.00

## STATEMENT OF DIRECTORS' SHAREHOLDINGS

as at 18 July 2016

### ULTIMATE HOLDING COMPANY

#### BERJAYA CORPORATION BERHAD (cont'd)

	Direct	Deemed	Number of Warrants 2016/2026	
			%	Interest
Dato' Ng Sooi Lin		1,000	0.00	—
Tan Thiam Chai		1,000	0.00	—

### RELATED COMPANIES

#### BERJAYA SPORTS TOTO BERHAD

	Direct	Deemed	No. of Ordinary Shares of RM0.10 each	
			%	Interest
Tan Thiam Chai		172,284	0.01	133,165 #
Datuk Robert Yong Kuen Loke		123,667	0.01	—
Dato' Dickson Tan Yong Loong		13,294	0.00	—
Phan Yoke Seng		10,533	0.00	—

#### BERJAYA FOOD BERHAD

	Direct	Deemed	No. of Ordinary Shares of RM0.50 each	
			%	Interest
Tan Thiam Chai		325,800	0.09	—

	Direct	Deemed	Number of Warrants	
			%	Interest
Tan Thiam Chai		120,000	5.22	—

Save as disclosed, none of the other Directors of the Company has any interests in the shares and debentures of the Company or its related corporations as at 18 July 2016.

# Denotes indirect interest held pursuant to Section 134 (12) (c) of the Companies Act, 1965.

# STATISTICS ON SHAREHOLDINGS

as at 18 July 2016

## ANALYSIS OF SHAREHOLDINGS

SIZE OF SHAREHOLDINGS	NO. OF SHAREHOLDERS	%	SHARES	%
less than 100	306	5.49	6,224	0.00
100 – 1,000	1,231	22.10	598,761	0.01
1,001 – 10,000	2,293	41.17	11,823,903	0.24
10,001 – 100,000	1,471	26.41	42,377,684	0.85
100,001 – 249,469,699	268	4.81	4,255,837,524	85.30
249,469,700 and above	1	0.02	678,749,904	13.60
Total	5,570	100.00	4,989,394,000	100.00

Note: There is only one class of shares in the paid-up capital of the Company. Each share entitles the holder to one vote.

\* Denotes 5% of the total number of shares with voting rights in issue.

## THIRTY (30) LARGEST SHAREHOLDERS

No.	NAME OF SHAREHOLDERS	NO. OF SHARES HELD	(%)
1	Juara Sejati Sdn Bhd	678,749,904	13.60
2	Citigroup Nominees (Asing) Sdn Bhd Macquarie Bank Limited (London Branch)	246,000,000	4.93
3	Teras Mewah Sdn Bhd	196,309,984	3.94
4	RHB Nominees (Tempatan) Sdn Bhd Bank Of China (Malaysia) Berhad Pledged Securities Account For Teras Mewah Sdn. Bhd.	190,000,000	3.81
5	RHB Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd	161,928,096	3.25
6	Cartaban Nominees (Tempatan) Sdn Bhd Raiffeisen Bank International AG, Singapore Branch For Juara Sejati Sdn Bhd	153,000,000	3.07
7	Bizurai Bijak (M) Sdn Bhd	152,813,220	3.06
8	HSBC Nominees (Asing) Sdn Bhd CS Sec (Europe) Ltd For PCM Industrial L.P.	138,732,196	2.78
9	Citigroup Nominees (Asing) Sdn Bhd Goldman Sachs International	129,404,924	2.59
10	Cartaban Nominees (Tempatan) Sdn Bhd Raiffeisen Bank International AG, Singapore Branch For Teras Mewah Sdn Bhd	109,000,000	2.19
11	RHB Capital Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn.Bhd. (Berjaya Corp)	105,000,000	2.11
12	Berjaya Corporation Berhad	94,820,000	1.90
13	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn. Bhd.	90,000,000	1.81
14	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd (414084-91161D)	90,000,000	1.81

## STATISTICS ON SHAREHOLDINGS

as at 18 July 2016

### THIRTY (30) LARGEST SHAREHOLDERS (cont'd)

No.	NAME OF SHAREHOLDERS	NO. OF SHARES HELD	(%)
15	Amsec Nominees (Tempatan) Sdn Bhd Pledged Securities Account – Ambank (M) Berhad For Bizurai Bijak (M) Sdn Bhd	80,500,000	1.61
16	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Sublime Cartel Sdn Bhd (41408491163A)	78,000,000	1.56
17	Citigroup Nominees (Asing) Sdn Bhd Pledged Securities Account For Penta Master Fund, Ltd	75,000,000	1.50
18	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (514084575225)	72,000,000	1.44
19	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd	71,070,000	1.43
20	RHB Nominees (Tempatan) Sdn Bhd Bank Of China (Malaysia) Berhad Pledged Securites Account For Inter-Pacific Capital Sdn. Bhd.	71,000,000	1.42
21	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (51430112619A)	63,000,000	1.26
22	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (BCORP RC3)	62,000,000	1.24
23	BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd	61,000,000	1.22
24	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (BCORP RC4)	60,000,000	1.20
25	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya VTCY Sdn Bhd (TL Facility)	59,891,176	1.20
26	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Times Square Sdn Bhd	55,881,000	1.12
27	HSBC Nominees (Asing) Sdn Bhd Exempt An For Credit Suisse Securities (Europe) Limited	48,354,700	0.97
28	CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (GARIMAHSB-PDZM)	46,000,000	0.92
29	BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Inter-Pacific Securities Sdn.Bhd.	45,000,000	0.90
30	Affin Hwang Nominees (Tempatan) Sdn. Bhd. Pledged Securities Account For Juara Sejati Sdn Bhd	44,800,000	0.90
		3,529,255,200	70.74

# SUBSTANTIAL SHAREHOLDERS

as per Register of Substantial Shareholders as at 18 July 2016

NAMES OF SUBSTANTIAL SHAREHOLDER	← NO. OF ORDINARY SHARES OF RM0.50 EACH →				Notes
	Direct	%	Indirect	%	
Teras Mewah Sdn Bhd	1,296,624,984	25.99	—	—	
Juara Sejati Sdn Bhd	1,241,691,000	24.89	414,879,612	8.32	(a)
Bizurai Bijak (M) Sdn Bhd	659,100,000	13.21	274,352,612	5.50	(b)
Berjaya Capital Berhad	—	—	274,352,612	5.50	(c)
Berjaya Group Berhad	23,030,000	0.46	3,612,295,596	72.40	(d)
Berjaya Corporation Berhad	109,084,000	2.19	3,635,325,596	72.86	(e)
Tan Sri Dato' Seri Vincent Tan Chee Yioun	62,232,800	1.25	3,868,211,072	77.53	(f)

**Notes:**

- (a) Deemed interested by virtue of its interest in Berjaya Capital Berhad and its interest in Berjaya Assets Berhad, the holding company of Sublime Cartel Sdn Bhd and Berjaya Times Square Sdn Bhd.
- (b) Deemed interested by virtue of its interest in Berjaya Capital Berhad.
- (c) Deemed interested by virtue of its interests in Berjaya Sompo Insurance Berhad, Prime Credit Leasing Sdn Bhd, Inter-Pacific Securities Sdn Bhd, Inter-Pacific Capital Sdn Bhd and Rantau Embun Sdn Bhd.
- (d) Deemed interested by virtue of its 100% interests in Teras Mewah Sdn Bhd, Juara Sejati Sdn Bhd, Bizurai Bijak (M) Sdn Bhd and its interests in the related companies, namely Prime Credit Leasing Sdn Bhd, Inter-Pacific Securities Sdn Bhd, Inter-Pacific Capital Sdn Bhd and Rantau Embun Sdn Bhd as well as its interests in Berjaya Sompo Insurance Berhad, Berjaya Times Square Sdn Bhd and Sublime Cartel Sdn Bhd.
- (e) Deemed interested by virtue of its 100% interest in Berjaya Group Berhad.
- (f) Deemed interested by virtue of his interests in Berjaya Corporation Berhad, Hotel Resort Enterprise Sdn Bhd, B&B Enterprise Sdn Bhd and Berjaya VTCY Sdn Bhd and his interest in Berjaya Assets Berhad, the holding company of Berjaya Times Square Sdn Bhd and Sublime Cartel Sdn Bhd and his interest in HQZ Credit Sdn Bhd, the ultimate holding company of Desiran Unggul Sdn Bhd and Premier Merchandise Sdn Bhd.

# NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN THAT the Twenty-Sixth Annual General Meeting of the Company will be held at Perdana Ballroom, Bukit Jalil Golf & Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, 57000 Kuala Lumpur on Thursday, 13 October 2016 at 10.00 a.m. for the following purposes:-

## AGENDA

1. To receive and adopt the Audited Financial Statements of the Company for the financial year ended 30 April 2016 and the Directors' and Auditors' Reports thereon.
2. To approve the payment of Directors' fees amounting to RM119,033 for the year ended 30 April 2016. **RESOLUTION 1**
3. To re-elect the following Directors retiring pursuant to Article 101 of the Company's Articles of Association:-
  - (a) Tan Thiam Chai **RESOLUTION 2**
  - (b) Dato' Dickson Tan Yong Loong. **RESOLUTION 3**
4. To re-elect the following Directors retiring pursuant to Article 106 of the Company's Articles of Association:-
  - (a) Datuk Kee Mustafa **RESOLUTION 4**
  - (b) Nerine Tan Sheik Ping **RESOLUTION 5**
  - (c) Chryseis Tan Sheik Ling **RESOLUTION 6**
  - (d) Pee Kang Seng @ Lim Kang Seng **RESOLUTION 7**
5. To re-appoint Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as a Director of the Company and to hold office until the conclusion of the next Annual General Meeting of the Company pursuant to Section 129(6) of the Companies Act, 1965. **RESOLUTION 8**
6. To re-appoint Messrs Ernst & Young as Auditors and to authorise the Directors to fix their remuneration. **RESOLUTION 9**
7. As special business:-
  - (a) To consider and, if thought fit, pass the following Ordinary Resolutions:-
    - (i) **Authority to Issue and Allot Shares Pursuant to Section 132D of the Companies Act, 1965** **RESOLUTION 10**

"THAT, subject always to the Companies Act, 1965, the Articles of Association of the Company and the approvals of the relevant governmental/regulatory authorities, the Directors be and are hereby empowered, pursuant to Section 132D of the Companies Act, 1965, to issue and allot shares in the Company from time to time and upon such terms and conditions and for such purposes as the Directors may deem fit provided that the aggregate number of shares issued pursuant to this resolution does not exceed 10% of the issued share capital of the Company for the time being and that such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company."

## NOTICE OF ANNUAL GENERAL MEETING

### (ii) Proposed renewal of and new Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature RESOLUTION 11

"THAT, subject to the provisions of Bursa Malaysia Securities Berhad's Main Market Listing Requirements, approval be and is hereby given for the Company and its subsidiary companies, to enter into recurrent related party transactions of a revenue or trading nature with the related parties as specified in Section 2.3 of the Circular to Shareholders dated 25 August 2016 ("Proposed Mandate") which are necessary for the day-to-day operations and/or in the ordinary course of business of the Company and its subsidiary companies on terms not more favourable to the related parties than those generally available to the public and are not detrimental to the minority shareholders of the Company and that such approval shall continue to be in force until:-

- (a) the conclusion of the next Annual General Meeting ("AGM") of the Company following the AGM at which such ordinary resolution for the Proposed Mandate was passed, at which time it will lapse, unless by ordinary resolution passed at that general meeting, the authority is renewed;
- (b) the expiration of the period within which the next AGM after the date it is required to be held pursuant to Section 143(1) of the Companies Act, 1965 (but shall not extend to such extension as may be allowed pursuant to Section 143(2) of the Companies Act, 1965); or
- (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting;

whichever is the earlier;

AND FURTHER THAT authority be and is hereby given to the Directors of the Company and its subsidiary companies to complete and do all such acts and things (including executing such documents as may be required) to give effect to such transactions as authorised by this Ordinary Resolution."

### (iii) Proposed Renewal of Authority For the Company to Purchase Its Own Shares RESOLUTION 12

"THAT, subject always to the Companies Act, 1965, ("Act"), rules, regulations and orders made pursuant to the Act, provisions of the Company's Memorandum and Articles of Association and Bursa Malaysia Securities Berhad ("Exchange") Main Market Listing Requirements and any other relevant authority, the Directors of the Company be and are hereby authorised to purchase such number of ordinary shares of RM0.50 each in the Company ("B-Land Shares") through the Exchange and to take all such steps as are necessary (including the opening and maintaining of a central depositories account under the Securities Industry (Central Depositories) Act, 1991) and enter into any agreements, arrangements and guarantees with any party or parties to implement, finalise and give full effect to the aforesaid purchase with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities from time to time and to do all such acts and things in the best interests of the Company, subject further to the following:-

- 1. the maximum number of ordinary shares which may be purchased and held by the Company shall be equivalent to ten per centum (10%) of the total issued and paid-up share capital of the Company;
- 2. the maximum funds to be allocated by the Company for the purpose of purchasing the ordinary shares shall not exceed the total retained profits or share premium reserve of the Company or both;

## NOTICE OF ANNUAL GENERAL MEETING

3. the authority shall commence immediately upon passing of this ordinary resolution until:-
- (a) the conclusion of the next Annual General Meeting ("AGM") of the Company following the AGM at which such ordinary resolution was passed at that general meeting which time it will lapse unless by ordinary resolution passed at that general meeting, the authority is renewed, either unconditionally or subject to conditions; or
  - (b) the expiration of the period within which the next AGM after that date it is required by law to be held; or
  - (c) revoked or varied by ordinary resolution passed by the shareholders of the Company in a general meeting;
- whichever occurs first;

AND THAT upon completion of the purchase(s) of the B-Land Shares or any part thereof by the Company, the Directors of the Company be and are hereby authorised to deal with any B-Land Shares so purchased by the Company in the following manner:-

- (a) cancel all the B-Land Shares so purchased; or
- (b) retain all the B-Land Shares as treasury shares for future re-sale or for distribution as dividends to the shareholders of the Company; or
- (c) retain part thereof as treasury shares and subsequently cancelling the balance; or
- (d) in any other manner as prescribed by the Act, rules, regulations and orders made pursuant to the Act and the requirements of the Exchange and any other relevant authority for the time being in force."

### (iv) Proposed retention of Independent Non-Executive Director

### RESOLUTION 13

"THAT Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim be and is hereby retained as an Independent Non-Executive Director of the Company and he shall continue to act as an Independent Non-Executive Director of the Company notwithstanding that he has been an Independent Director on the Board of the Company for a cumulative term of more than nine years."

By Order of the Board

**THAM LAI HENG MICHELLE** (MAICSA 7013702)  
Secretary

Kuala Lumpur  
25 August 2016



### NOTES:

#### 1. Audited Financial Statements

Agenda Item 1 is for discussion at the meeting and no voting is required.

#### 2. Directors' Fee

The quantum of the Directors' Fees for each of the Independent Directors is the same as in the previous financial year ended 30 April 2015. The Director's Fee for the newly appointed Independent Director namely, Datuk Kee Mustafa was pro-rated from the date of his appointment up to 30 April 2016.

#### 3. Authority to issue and allot shares pursuant to Section 132D of the Companies Act, 1965

Resolution 10 is proposed for the purpose of granting a renewed general mandate ("General Mandate") and empowering the Directors of the Company, pursuant to Section 132D of the Companies Act, 1965, to issue and allot new shares in the Company from time to time provided that the aggregate number of shares issued pursuant to the General Mandate does not exceed 10% of the issued and paid-up share capital of the Company for the time being. The General Mandate, unless revoked or varied by the Company in general meeting, will expire at the conclusion of the next Annual General Meeting of the Company.

As at the date of this Notice, no new shares in the Company were issued pursuant to the mandate granted to the Directors at the last Annual General Meeting held on 19 October 2015 and which will lapse at the conclusion of the Twenty-Sixth Annual General Meeting.

The General Mandate will provide flexibility to the Company for any possible fund raising activities, including but not limited to further placing of shares, for purpose of funding future investment project(s), working capital and/or acquisitions.

#### 4. Proposed Renewal of and new Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature

Resolution 11, if passed, will allow the Company and its subsidiaries to enter into Recurrent Related Party Transactions in accordance with Paragraph 10.09 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Proposed Shareholders' Mandate"). Detailed information on the Proposed Shareholders' Mandate is set out in the Circular/Statement to Shareholders dated 25 August 2016 which is despatched together with the Company's 2016 Annual Report.

#### 5. Proposed Renewal of Authority for the Company to Purchase its Own Shares

Resolution 12, if passed, will provide the mandate for the Company to buy back its own shares up to a limit of 10% of the issued and paid-up share capital of the Company ("Proposed Share Buy-Back Renewal"). Detailed information on the Proposed Share Buy-Back Renewal is set out under Part B of the Circular/Statement to Shareholders dated 25 August 2016 which is despatched together with the Company's 2016 Annual Report.

#### 6. Proposed Retention of Independent Non-Executive Director

Resolution 13 is proposed pursuant to Recommendation 3.3 of the Malaysian Code of Corporate Governance 2012 and if passed, will allow Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim to be retained and continue to act as an Independent Non-Executive Director and Chairman of the Company. The full details of the Board's justifications for the retention of Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim is set out in the Statement on Corporate Governance in the Company's 2016 Annual Report.

## NOTICE OF ANNUAL GENERAL MEETING

### 7. Proxy and Entitlement of Attendance

- (i) A proxy may but need not be a member and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
- (ii) A member, other than an authorised nominee or an exempt authorised nominee, may appoint only one (1) proxy.
- (iii) An authorised nominee, as defined under the Securities Industry (Central Depositories) Act 1991 ("SICDA"), may appoint one (1) proxy in respect of each securities account.
- (iv) An exempt authorised nominee, as defined under the SICDA, and holding ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), may appoint multiple proxies in respect of each of its omnibus account.
- (v) An individual member who appoints a proxy must sign the Form of Proxy personally or by his attorney duly authorised in writing. A corporate member who appoints a proxy must execute the Form of Proxy under seal or under the hand of its officer or attorney duly authorised.
- (vi) The duly executed Form of Proxy must be deposited at the Company's Registered Office at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No. 1, Jalan Imbi, 55100 Kuala Lumpur not less than forty-eight (48) hours before the time appointed for holding the meeting or any adjournment thereof.
- (vii) Only members whose names appear in the Record of Depositors as at 6 October 2016 will be entitled to attend and vote at the meeting.

### 8. Poll Voting

Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all the Resolutions set out in this Notice will be put to vote by poll.

**FORM OF PROXY**I/We, \_\_\_\_\_  
(Name in full)I.C. or Company No. \_\_\_\_\_ CDS Account No. \_\_\_\_\_  
(New and Old I.C. Nos. or Company No.)of \_\_\_\_\_  
(Address)

being a member/members of BERJAYA LAND BERHAD hereby appoint:

\_\_\_\_\_  
(Name in full) I.C. No. \_\_\_\_\_ of  
(New and Old I.C. Nos.)of \_\_\_\_\_  
(Address)

or failing him/her, the Chairman of the meeting as my/our proxy to vote for me/us on my/our behalf, at the Twenty-Sixth Annual General Meeting of the Company to be held at Perdana Ballroom, Bukit Jalil Golf & Country Resort, Jalan Jalil Perkasa 3, Bukit Jalil, 57000 Kuala Lumpur on Thursday, 13 October 2016 at 10.00 a.m. or any adjournment thereof.

This proxy is to vote on the Resolutions set out in the Notice of the Meeting as indicated with an "X" in the appropriate spaces. If no specific direction as to voting is given, the proxy will vote or abstain from voting at his/her discretion.

	FOR	AGAINST
RESOLUTION 1 – To approve payment of Directors' Fees		
RESOLUTION 2 – To re-elect Tan Thiam Chai as Director		
RESOLUTION 3 – To re-elect Dato' Dickson Tan Yong Loong as Director		
RESOLUTION 4 – To re-elect Datuk Kee Mustafa as Director		
RESOLUTION 5 – To re-elect Nerine Tan Sheik Ping as Director		
RESOLUTION 6 – To re-elect Chryseis Tan Sheik Ling as Director		
RESOLUTION 7 – To re-elect Pee Kang Seng @ Lim Kang Seng as Director		
RESOLUTION 8 – To re-appoint Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as Director		
RESOLUTION 9 – To re-appoint Auditors		
RESOLUTION 10 – To approve authority to issue and allot shares		
RESOLUTION 11 – To renew shareholders' mandate for Recurrent Related Party Transactions		
RESOLUTION 12 – To approve the renewal of authority to purchase its own shares by the Company		
RESOLUTION 13 – To approve the proposed retention of Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as an Independent Non-Executive Director		

**NO. OF SHARES HELD**\_\_\_\_\_  
Signature(s)/Common Seal of Member(s)

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2016.

**Notes:**

- (1) A proxy may but need not be a member and the provisions of Section 149(1)(b) of the Companies Act, 1965 shall not apply to the Company.
- (2) A member, other than an authorised nominee or an exempt authorised nominee, may appoint only one (1) proxy.
- (3) An authorised nominee, as defined under the Securities Industry (Central Depositories) Act 1991 ("SICDA"), may appoint one (1) proxy in respect of each securities account.
- (4) An exempt authorised nominee, as defined under the SICDA, and holding ordinary shares in the Company for multiple beneficial owners in one securities account ("omnibus account"), may appoint multiple proxies in respect of each of its omnibus account.
- (5) An individual member who appoints a proxy must sign the Form of Proxy personally or by his attorney duly authorised in writing. A corporate member who appoints a proxy must execute the Form of Proxy under seal or under the hand of its officer or attorney duly authorised.
- (6) The duly executed Form of Proxy must be deposited at the Company's Registered Office at Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No. 1, Jalan Imbi, 55100 Kuala Lumpur not less than forty-eight (48) hours before the time appointed for holding the meeting or at any adjournment thereof.
- (7) Only members whose names appear in the Record of Depositors as at 6 October 2016 will be entitled to attend and vote at the meeting.
- (8) Pursuant to Paragraph 8.29A(1) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, all the Resolutions set out in this Notice will be put to vote by poll.

Fold this flap for sealing

Affix Stamp

**THE COMPANY SECRETARY  
BERJAYA LAND BERHAD**

LOT 13-01A, LEVEL 13 (EAST WING)  
BERJAYA TIMES SQUARE  
NO. 1, JALAN IMBI  
55100 KUALA LUMPUR

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*For further information, please contact:*

The Company Secretary  
Lot 13-01A, Level 13 (East Wing), Berjaya Times Square, No. 1, Jalan Imbi, 55100 Kuala Lumpur.  
Tel: (6)03-2149 1999 Fax: (6)03-2143 1685  
[www.berjaya.com](http://www.berjaya.com)

