

FINANCIAL STATEMENTS

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DIRECTORS' REPORT

The Directors hereby present their report together with the audited financial statements of the Group and of the Company for the financial year ended 30 April 2017.

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 and insurance services; and
- (vii) investment holding.

RESULTS

	GROUP RM'000	COMPANY RM'000
Profit/(Loss) for the year	<u>411,221</u>	<u>(46,638)</u>
Profit/(Loss) attributable to:		
Owners of the Parent	294,738	(46,638)
Non-controlling interests	<u>116,483</u>	<u>-</u>
	<u>411,221</u>	<u>(46,638)</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 30 and 31 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 2017.

DIRECTORS

The names of the Directors of the Company in office during the financial year and during the period from the end of the financial year to the date of this report are:

Tan Sri Datuk Seri Razman Md Hashim bin Che Din Md Hashim
 Datuk Pee Kang Seng @ Lim Kang Seng
 Tan Thiam Chai
 Nerine Tan Sheik Ping
 Chryseis Tan Sheik Ling
 Datuk Robert Yong Kuen Loke
 Datuk Kee Mustafa
 Dato' Ng Sooi Lin
 Phan Yoke Seng (Resigned on 30 August 2016)
 Dato' Dickson Tan Yong Loong (Retired on 13 October 2016)

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, other than the Employees' Share Scheme granted by a related corporation as disclosed under Directors' Interests.

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 34 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 41 to the financial statements.

The Company maintained a Directors' and Officers' Liability Insurance in respect of any legal action taken against the directors and officers in the discharge of their duties while holding office for the Company and for the Group. The total amount of insurance premium effected for any director and officer of the Company as at the financial year end was RM70,395. The directors and officers shall not be indemnified by such insurance for any deliberate negligence, fraud, intentional breach of law or breach of trust proven against them.

DIRECTORS' INTERESTS

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

THE COMPANY

Berjaya Land Berhad	Number of Ordinary Shares			At 30.4.2017
	At 1.5.2016	Bought	Sold	
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
Dato' Ng Sooi Lin	224,000	-	-	224,000

DIRECTORS' INTERESTS (CONT'D)

ULTIMATE HOLDING COMPANY

Berjaya Corporation Berhad ("BCorp")	Number of Ordinary Shares			
	At 1.5.2016	Bought	Sold	At 30.4.2017
Tan Thiam Chai	123,294	3,698 #	-	126,992
	104,164 ^	3,124 #	-	107,288 ^
Chryseis Tan Sheik Ling	197,000	5,910 #	-	202,910
Datuk Robert Yong Kuen Loke	1,020,918	30,627 #	-	1,051,545
Dato' Ng Sooi Lin	132,700	3,981 #	-	136,681

	Number of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022			
	At 1.5.2016	Bought	Converted	At 30.4.2017
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
Dato' Ng Sooi Lin	16,666	-	-	16,666

	Number of 2% Irredeemable Convertible Unsecured Loan Stocks 2016/2026			
	At 1.5.2016	Bought	Converted	At 30.4.2017
Tan Thiam Chai	-	1,000	-	1,000
Dato' Ng Sooi Lin	-	1,000	-	1,000

	Number of Warrants 2012/2022			
	At 1.5.2016	Bought	Converted	At 30.4.2017
Tan Thiam Chai	20,600	-	-	20,600
	17,400 ^	-	-	17,400 ^
Datuk Robert Yong Kuen Loke	170,108	-	-	170,108
Dato' Ng Sooi Lin	16,666	-	-	16,666

	Number of Warrants 2016/2026			
	At 1.5.2016	Bought	Converted	At 30.4.2017
Tan Thiam Chai	-	1,000	-	1,000
Dato' Ng Sooi Lin	-	1,000	-	1,000

DIRECTORS' INTERESTS (CONT'D)

RELATED COMPANIES

	Number of Ordinary Shares			
	At 1.5.2016	Bought	Sold	At 30.4.2017
Berjaya Sports Toto Berhad				
Tan Thiam Chai	172,284	-	-	172,284
	133,165 [^]	-	-	133,165 [^]
Datuk Robert Yong Kuen Loke	123,667	-	-	123,667

	Number of Ordinary Shares			
	At 1.5.2016	Bought	Sold	At 30.4.2017
Berjaya Food Berhad				
Tan Thiam Chai	325,800	-	-	325,800

	Number of Ordinary Shares under Employees' Share Scheme ("ESS")			
	At 1.5.2016	Granted	Exercised/ Vested	At 30.4.2017
<u>ESS Options</u>				
Tan Thiam Chai	-	320,000	-	320,000
<u>ESS Shares</u>				
Tan Thiam Chai	-	80,000	-	80,000

	Number of Warrants			
	At 1.5.2016	Bought	Converted	At 30.4.2017
Tan Thiam Chai	120,000	-	-	120,000

Notes

[^] Indirect interests pursuant to Section 59(11)(c) of the Companies Act 2016.

[#] Share dividend distribution by BCorp on the basis of three (3) BCorp treasury shares for every one hundred (100) existing BCorp ordinary shares on 30 December 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, warrants, options 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 sell any treasury shares. The number of treasury shares brought forward and held in hand as at 30 April 2017 was as follows:

	Average price per share (RM)	Number of shares '000	Amount RM'000
Balance as at 30 April 2017/2016	<u>1.89</u>	<u>10,943</u>	<u>20,699</u>

As at 30 April 2017, the number of ordinary shares in issue and fully paid with voting rights was 4,989,394,000 ordinary shares (30 April 2016 : 4,989,394,000 ordinary shares).

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

Significant events during the financial year are disclosed in Note 47 to the financial statements.

SIGNIFICANT EVENT SUBSEQUENT TO THE FINANCIAL YEAR END

Significant event subsequent to the financial year end is disclosed in Note 48 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.

OTHER STATUTORY INFORMATION (CONT'D)

- (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
 - (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.

The remuneration of the auditors of the Group is disclosed in Note 33 to the financial statements.

INDEMNIFICATION OF AUDITORS

To the extent permitted by law, the Company has agreed to indemnify its auditors, Ernst & Young, as part of the terms of its audit engagement against claims by third parties arising from the audit. No payment has been made to indemnify Ernst & Young neither during the financial year nor since the end of the financial year.

Signed on behalf of the Board in accordance with a resolution of the Directors dated 9 August 2017.

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

DATUK PEE KANG SENG @ LIM KANG SENG

STATEMENT BY DIRECTORS

STATEMENT BY DIRECTORS PURSUANT TO SECTION 251(2) OF THE COMPANIES ACT 2016

We, TAN SRI DATUK SERI RAZMAN MD HASHIM BIN CHE DIN MD HASHIM and DATUK PEE KANG SENG @ LIM KANG SENG, 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 70 to 219 are drawn up in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 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 2017 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 50 on page 220 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 9 August 2017.

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

DATUK PEE KANG SENG @ LIM KANG SENG

STATUTORY DECLARATION

STATUTORY DECLARATION PURSUANT TO SECTION 251(1)(b) OF COMPANIES ACT 2016

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 70 to 220 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 9 August 2017.

TAN THIAM CHAI

Before me,

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

STATEMENT OF FINANCIAL POSITION

as at 30 April 2017

	Note	2017 RM'000	GROUP 2016 RM'000 Restated	1.5.2015 RM'000 Restated
NON-CURRENT ASSETS				
Property, plant and equipment	3	1,709,547	1,732,398	2,586,999
Investment properties	4	740,057	621,903	607,758
Land held for development	5	1,566,756	1,499,753	849,888
Prepaid land lease premium		-	-	1,018
Associated companies	7	593,567	484,462	378,015
Joint ventures	8	60,161	45,310	44,812
Investments	9	110,020	93,618	165,350
Intangible assets	10	4,020,046	4,712,683	5,105,624
Receivables	13	696,126	612,198	564,539
Deferred tax assets	24	38,653	45,348	22,955
		<u>9,534,933</u>	<u>9,847,673</u>	<u>10,326,958</u>
CURRENT ASSETS				
Property development costs	11	347,379	245,383	1,351,288
Inventories	12	494,513	585,356	479,542
Receivables	13	1,913,106	1,097,204	871,823
Tax recoverable		32,029	12,348	10,364
Short term investments	14	9,006	9,302	3,087
Deposits	15	425,993	529,328	477,064
Cash and bank balances	16	318,625	1,124,390	605,010
		<u>3,540,651</u>	<u>3,603,311</u>	<u>3,798,178</u>
Assets of disposal group/ Assets classified as held for sale	17	42,916	979,782	58,009
		<u>3,583,567</u>	<u>4,583,093</u>	<u>3,856,187</u>
TOTAL ASSETS		<u>13,118,500</u>	<u>14,430,766</u>	<u>14,183,145</u>

STATEMENT OF FINANCIAL POSITION

as at 30 April 2017

	Note	2017 RM'000	GROUP 2016 RM'000 Restated	1.5.2015 RM'000 Restated
EQUITY				
Share capital	18	2,500,168	2,500,168	2,500,168
Reserves	19	2,042,717	1,852,320	2,013,035
Equity funds		4,542,885	4,352,488	4,513,203
Treasury shares	20	(20,699)	(20,699)	(20,699)
Net equity funds		4,522,186	4,331,789	4,492,504
Non-controlling interests		2,338,819	2,630,205	2,668,181
Total Equity		6,861,005	6,961,994	7,160,685
NON-CURRENT LIABILITIES				
Long term borrowings	21	1,782,336	2,859,025	3,238,987
Long term liabilities	22	111,282	129,100	156,002
Retirement benefit obligations	23	10,034	9,675	9,511
Deferred tax liabilities	24	1,061,021	1,218,603	1,185,069
		2,964,673	4,216,403	4,589,569
CURRENT LIABILITIES				
Payables	25	1,343,899	1,978,660	1,140,532
Short term borrowings	26	1,931,997	1,253,730	1,278,018
Retirement benefit obligations	23	126	15	12
Provisions	27	2,359	1,418	1,095
Tax payable		11,666	18,546	13,234
		3,290,047	3,252,369	2,432,891
Liabilities directly associated to assets of disposal group classified as held for sale	17	2,775	-	-
		3,292,822	3,252,369	2,432,891
Total Liabilities		6,257,495	7,468,772	7,022,460
TOTAL EQUITY AND LIABILITIES		13,118,500	14,430,766	14,183,145

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

STATEMENT OF FINANCIAL POSITION

as at 30 April 2017

	Note	COMPANY	
		2017 RM'000	2016 RM'000
NON-CURRENT ASSETS			
Property, plant and equipment	3	1,743	2,558
Subsidiary companies	6	2,645,550	2,654,439
Associated companies	7	40,591	40,591
Investments	9	23,671	7,408
Receivables	13	1,017,819	1,252,370
		<u>3,729,374</u>	<u>3,957,366</u>
CURRENT ASSETS			
Receivables	13	1,830,941	1,508,214
Tax recoverable		1,609	1,845
Deposits	15	27,402	26,082
Cash and bank balances	16	5,206	7,509
		<u>1,865,158</u>	<u>1,543,650</u>
TOTAL ASSETS		<u><u>5,594,532</u></u>	<u><u>5,501,016</u></u>
EQUITY			
Share capital	18	2,500,168	2,500,168
Reserves	19	742,067	786,831
Equity funds		3,242,235	3,286,999
Treasury shares	20	(20,699)	(20,699)
Net equity funds		<u>3,221,536</u>	<u>3,266,300</u>
NON-CURRENT LIABILITIES			
Long term borrowings	21	596,232	1,022,970
CURRENT LIABILITIES			
Payables	25	1,024,082	995,609
Short term borrowings	26	752,682	216,137
		<u>1,776,764</u>	<u>1,211,746</u>
Total Liabilities		<u>2,372,996</u>	<u>2,234,716</u>
TOTAL EQUITY AND LIABILITIES		<u><u>5,594,532</u></u>	<u><u>5,501,016</u></u>

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 2017

	Note	GROUP		COMPANY	
		2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Revenue	28	6,371,366	6,283,997	70,392	140,757
Cost of sales		(4,844,073)	(4,653,954)	-	-
Gross profit		1,527,293	1,630,043	70,392	140,757
Other income	29	176,845	146,504	28,430	40,880
Administrative expenses		(922,962)	(895,272)	(52,662)	(51,947)
Selling and marketing expenses		(292,230)	(329,315)	-	-
		488,946	551,960	46,160	129,690
Investment related income	30	268,196	265,285	98,170	294,501
Investment related expenses	31	(51,042)	(569,601)	(83,958)	(125,357)
Finance costs	32	(211,369)	(204,437)	(106,798)	(102,751)
Share of results of associated companies		85,588	(16,673)	-	-
Share of results of joint ventures		(3,998)	(17,573)	-	-
Profit/(Loss) before tax	33	576,321	8,961	(46,426)	196,083
Taxation	36	(165,100)	(173,985)	(212)	(2,111)
Profit/(Loss) for the year		411,221	(165,024)	(46,638)	193,972
Attributable to:					
Owners of the Parent		294,738	(270,637)	(46,638)	193,972
Non-controlling interests		116,483	105,613	-	-
		411,221	(165,024)	(46,638)	193,972
Earnings/(Loss) per share attributable to owners of the Parent (sen)	37				
Basic		5.91	(5.42)		

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 2017

	GROUP		COMPANY	
	2017 RM'000	2016 RM'000 Restated	2017 RM'000	2016 RM'000
Profit/(Loss) for the year	411,221	(165,024)	(46,638)	193,972
Other comprehensive income:				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Net change on available-for-sale ("AFS") reserve				
- (Loss)/Gain on fair value changes	(803)	(16,998)	1,874	-
- Transfer to profit or loss upon disposal	(141)	1,191	-	-
Share of associated companies' changes in fair values of AFS investments	(782)	(439)	-	-
Impairment of gaming rights	(642,991)	(9,848)	-	-
Change in fair value reserve upon:				
- recognition of deferred tax liability on gaming rights with finite life	-	(42,532)	-	-
- reversal of deferred tax liabilities on impairment of gaming rights	154,318	-	-	-
Currency translation differences				
- Movement during the year	152,174	126,762	-	-
- 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 subsequently to profit or loss</u>				
Actuarial (loss)/gain recognised in defined benefit pension scheme	(699)	658	-	-
Tax effect relating to components of other comprehensive income	180	(132)	-	-
Total comprehensive income for the year	72,477	(68,672)	(44,764)	193,972
Attributable to:				
Owners of the Parent	210,664	(171,845)	(44,764)	193,972
Non-controlling interests	(138,187)	103,173	-	-
	72,477	(68,672)	(44,764)	193,972

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 2017

GROUP	Attributable to owners of the Parent				Distributable				Total equity RM'000		
	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
At 1 May 2016	2,500,168	122,525	4,891	1,385,254	102,109	10,804	226,737	(20,699)	4,331,789	2,630,205	6,961,994
Profit for the year	-	-	-	-	-	-	294,738	-	294,738	116,483	411,221
Other comprehensive income	-	111,494	324	(195,714)	-	-	(178)	-	(84,074)	(254,670)	(338,744)
Total comprehensive income	-	111,494	324	(195,714)	-	-	294,560	-	210,664	(138,187)	72,477
Effects of amortisation of gaming rights	-	-	-	(10,031)	-	-	10,031	-	-	-	-
Transactions with owners:											
Non-controlling interests arising from:											
- decrease of equity interest in a subsidiary company	-	-	-	-	2,891	-	-	-	2,891	37,951	40,842
- increase of equity interest in a subsidiary company	-	-	-	-	(23,158)	-	-	-	(23,158)	(62,110)	(85,268)
- acquisition of a new subsidiary company	-	-	-	-	-	-	-	-	-	256	256
Transferred from distributable earnings to capital reserve from a subsidiary company's bonus issue of shares	-	-	-	-	-	105,724	(105,724)	-	-	-	-
Dividends paid to non-controlling interests	-	-	-	-	(20,267)	-	(105,724)	-	(20,267)	(129,296)	(129,296)
At 30 April 2017	2,500,168	234,019	5,215	1,179,509	81,842	116,528	425,604	(20,699)	4,522,186	2,338,819	6,861,005

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 30 April 2017

GROUP Restated	Attributable to owners of the Parent				Distributable				Total equity RM'000		
	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
At 1 May 2015 - as previously reported	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
Prior year adjustment (Note 2.6)	-	-	-	(514,906)	82,790	-	-	-	(432,116)	(623,884)	(1,056,000)
At 1 May 2015 - as restated	2,500,168	(3,354)	13,114	1,420,479	104,010	10,804	467,982	(20,699)	4,492,504	2,668,181	7,160,685
Profit/(Loss) for the year	-	-	-	-	-	-	(270,637)	-	(270,637)	105,613	(165,024)
Other comprehensive income	-	125,879	(8,223)	(19,001)	-	-	137	-	98,792	(2,440)	96,352
Total comprehensive income	-	125,879	(8,223)	(19,001)	-	-	(270,500)	-	(171,845)	103,173	(68,672)
Share of an associated company's effect arising on acquisition of additional interest in its subsidiary company	-	-	-	-	-	-	19,168	-	19,168	-	19,168
Effects of amortisation and recognition of deferred tax and realignment adjustments on gaming rights	-	-	-	(16,224)	-	-	10,087	-	(6,137)	6,152	15
Transactions with owners: Non-controlling interests arising from accretion of equity interest in a subsidiary company - as previously reported - prior year adjustment (Note 2.6) - as restated	-	-	-	-	(1,901)	-	-	-	(1,901)	(18,253)	(18,253)
	-	-	-	-	(1,901)	-	-	-	(1,901)	(16,352)	(18,253)
Dividends paid to non-controlling interests	-	-	-	-	(1,901)	-	-	-	(1,901)	(130,949)	(130,949)
	-	-	-	-	-	-	-	-	(1,901)	(147,301)	(149,202)
At 30 April 2016	2,500,168	122,525	4,891	1,385,254	102,109	10,804	226,737	(20,699)	4,331,789	2,630,205	6,961,994

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 2017

COMPANY	Share capital RM'000	Available- for-sale reserve RM'000	Distributable Retained earnings RM'000	Treasury shares RM'000	Total equity RM'000
At 1 May 2016	2,500,168	-	786,831	(20,699)	3,266,300
Total comprehensive income	-	1,874	(46,638)	-	(44,764)
At 30 April 2017	2,500,168	1,874	740,193	(20,699)	3,221,536
At 1 May 2015	2,500,168	-	592,859	(20,699)	3,072,328
Total comprehensive income	-	-	193,972	-	193,972
At 30 April 2016	2,500,168	-	786,831	(20,699)	3,266,300

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 2017

	Note	GROUP	
		2017 RM'000	2016 RM'000 Restated
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers/operating revenue		6,651,628	6,724,678
Receipt of part of the sales consideration from the disposal of development project		-	680,899
Payment to prize winners, suppliers and other operating expenses		(5,399,241)	(5,307,855)
Payment for pool betting duties, gaming tax, goods and services tax and other government contributions		(653,854)	(646,015)
Expenditure incurred on disposal of development project		(244,016)	-
Payment of development expenditure		(183,816)	(429,707)
Payment of taxes		(183,700)	(199,421)
Refund of taxes		50	13,171
Other receipts		15,392	11,853
Net cash generated from operating activities		2,443	847,603
CASH FLOWS FROM INVESTING ACTIVITIES			
Sale of property, plant and equipment and other non-current assets		29,804	404,554
Sale of investments		13,204	44,592
Partial disposal of equity interest in a subsidiary company		40,842	-
Sale of short term investments		3,799	1,395
Proceeds from settlement of surrendering certain assets and lease interests to relevant authorities		218,309	-
Acquisition of property, plant and equipment	(a)	(129,587)	(151,816)
Acquisition of properties and other non-current assets		(132,105)	(28,726)
Acquisition of treasury shares by subsidiary companies		-	(18,253)
Acquisition of equity interest in a subsidiary company		(22)	-
Acquisition of equity interest in a subsidiary company regarded as business combination	(b)	(1,365)	(13,714)
Acquisition of additional equity interest in a subsidiary company		(85,268)	-
Net cash outflow from deemed disposal of a subsidiary company	(c)	-	(26,829)
Acquisition of equity interest in associated companies		(30,377)	(20,281)
Subscription of shares in a joint venture		(10,264)	(765)
Acquisition of investments		(26,832)	(9,181)
Acquisition of computer software classified as intangible assets		(161)	(674)
Interest received		23,320	24,644
Dividends received		1,424	2,753
Net repayment of advances from a former subsidiary company		-	63,618
Net (repayment to)/advances from related companies		(60,161)	86,099
Net repayment from joint ventures		16,317	10,962
Deposit placements with fund managers		(22,223)	(53,154)
Other (payments)/receipts arising from investments		(22,130)	6,302
Net cash (used in)/generated from investing activities		(173,476)	321,526

CONSOLIDATED STATEMENT OF CASH FLOWS
for the year ended 30 April 2017

	Note	GROUP	
		2017 RM'000	2016 RM'000 Restated
CASH FLOWS FROM FINANCING ACTIVITIES			
Issuance of medium term notes		80,000	305,000
Drawdown of bank borrowings and other loans		511,248	757,865
Repayment of bank borrowings and other loans		(931,288)	(1,111,018)
Redemption of medium term notes		(105,000)	(200,000)
Interest paid		(187,329)	(195,056)
Payment of hire purchase/lease liabilities		(8,047)	(7,687)
Dividends paid to non-controlling interests		(129,296)	(131,011)
Withdrawals/(Placements) of securities pledged for borrowings from/(with) banks		722,878	(542,200)
Net cash used in financing activities		<u>(46,834)</u>	<u>(1,124,107)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS		(217,867)	45,022
EFFECTS OF EXCHANGE RATE CHANGES		33,578	(1,897)
OPENING CASH AND CASH EQUIVALENTS		838,133	795,008
CLOSING CASH AND CASH EQUIVALENTS	(d)	<u><u>653,844</u></u>	<u><u>838,133</u></u>

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

	GROUP	
	2017 RM'000	2016 RM'000
Cash	129,587	151,816
Hire purchase and leasing	1,677	2,767
	<u>131,264</u>	<u>154,583</u>

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

Group	2017 RM'000
Property, plant and equipment	37
Net current assets acquired	817
Goodwill on consolidation (Note 10)	767
Non-controlling interests	(256)
Net assets acquired, representing cash flows on acquisition	<u>1,365</u>

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 April 2017

- (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 10)	5,573
Intangible assets on consolidation (Note 10)	3,831
Net assets acquired	<u>16,941</u>
Excluding: Cash and cash equivalents of a subsidiary company acquired	<u>(3,227)</u>
Cash flows on acquisition	<u><u>13,714</u></u>

- (c) Analysis of the effects of the deemed disposal of a subsidiary company which was retained as an associated company on cash flows in the previous financial year was 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)
	<u>(44,803)</u>
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	<u><u>(26,829)</u></u>
(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 30)	<u><u>122,271</u></u>
(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 30)	<u><u>25,958</u></u>

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30 April 2017

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

	GROUP	
	2017	2016
	RM'000	RM'000
Deposits (Note 15)	425,993	529,328
Cash and bank balances	318,625	1,124,390
Bank overdrafts (Note 26)	(7,816)	(9,586)
	<u>736,802</u>	<u>1,644,132</u>
Less: Cash and cash equivalents restricted in usage		
- Deposits (Note 15)	(59,166)	(42,838)
- Cash and bank balances (Note 16)	(23,955)	(763,161)
	<u>653,681</u>	<u>838,133</u>
Including: Cash and cash equivalents classified as held for sale (Note 17)	163	-
	<u><u>653,844</u></u>	<u><u>838,133</u></u>

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 2017

	COMPANY	
	2017 RM'000	2016 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Dividends received	172,432	159,252
Payment for operating expenses	(44,087)	(38,468)
Payment for taxes	-	(510)
Refund of taxes	24	2,000
Other receipts	850	817
Net cash generated from operating activities	<u>129,219</u>	<u>123,091</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Sale of property, plant and equipment	252	59
Disposal of partial equity interest in a subsidiary company	35,142	-
Net repayment of advances from a former subsidiary company	-	63,618
Acquisition of property, plant and equipment (a)	(294)	(499)
Subscription of additional shares in subsidiary companies	(52,500)	-
Acquisition of investments	(14,026)	-
Interest received	1,534	1,442
Inter-company receipts	286,891	400,533
Inter-company advances	(360,202)	(411,458)
Other payments arising from investments	(54,054)	(368)
Net cash (used in)/generated from investing activities	<u>(157,257)</u>	<u>53,327</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of bank borrowings and term loans	294,026	83,000
Interest paid	(71,728)	(69,354)
Payment of hire purchase liabilities	(822)	(652)
Repayment of bank borrowings and other loans	(195,871)	(192,684)
(Placements)/Withdrawal of securities pledged for borrowings (with)/from banks	(1,940)	11,605
Net cash generated from/(used in) financing activities	<u>23,665</u>	<u>(168,085)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(4,373)	8,333
OPENING CASH AND CASH EQUIVALENTS	<u>3,316</u>	<u>(5,017)</u>
CLOSING CASH AND CASH EQUIVALENTS (b)	<u><u>(1,057)</u></u>	<u><u>3,316</u></u>

STATEMENT OF CASH FLOWS
for the year ended 30 April 2017

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

	COMPANY	
	2017	2016
	RM'000	RM'000
Cash	294	499
Hire purchase	134	585
	428	1,084

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

	COMPANY	
	2017	2016
	RM'000	RM'000
Deposits (Note 15)	27,402	26,082
Cash and bank balances	5,206	7,509
Bank overdrafts (Note 26)	(1,450)	-
	31,158	33,591
Less: Cash and cash equivalents restricted in usage		
- Deposits (Note 15)	(27,402)	(26,082)
- Cash and bank balances (Note 16)	(4,813)	(4,193)
	(1,057)	3,316

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

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2017

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 and insurance services; and
- (vii) investment holding.

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 9 August 2017.

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 2016 in Malaysia.

On 15 September 2016, the Companies Act 2016 ("New Act") was enacted and it replaces the Companies Act 1965 in Malaysia with effect from 31 January 2017. The key changes are disclosed in Note 2.2 (28).

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.

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.

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.

After application of the equity method, the Group determines whether it is necessary to recognise impairment loss on its investment in its associated companies. At each reporting date, the Group determines whether there is objective evidence that the investment in the associated companies is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associated company and its carrying value, then recognises the loss in profit or loss.

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.

Upon loss of significant influence over the associated company, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associated company upon loss of significant influence and the fair value of the retained investment and proceeds from the disposals is recognised in profit or loss.

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 item 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% - 3%
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%

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

Aircraft	Ranging from 5 to 20 years or based on flying hours
Golf course development expenditure	1% - 2%
Others	10% - 25%

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.

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.

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 in 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 43.

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.

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.

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 statements 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, or 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.

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:

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. The measurement of deferred tax liabilities and deferred tax assets shall reflect the tax consequences that would follow from the manner in which the entity expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

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.

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

Where the GST or VAT incurred in a purchase of assets or services is not recoverable from the respective taxation authorities, it is recognised as part of the cost of acquisition of the asset or as part of the expense item as applicable.

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

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(21) 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.

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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(21) Employee Benefits (Cont'd)

(iii) Defined Benefit Plans (Cont'd)

a) Funded Defined Benefit Plan (Cont'd)

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)

(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;
- 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.

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)

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.

(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.

(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 the effective interest method.

(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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(24) Revenue Recognition (Cont'd)

(iv) Rental Income

Rental income, including those from investment properties and hotel operations, is recognised on a straight-line basis over the lease term 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 GST, and discount where applicable.

(viii) Management Fee Income

Management fee income is recognised on an accrual basis.

(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 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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(24) Revenue Recognition (Cont'd)

(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 in relation to commission on vehicle sales as an agent is recognised on the completion of the related transaction. Revenue is recognised net of foreign VAT and discounts, where applicable.

(xiii) Servicing, Repair, Bodyshop Sales and Insurance Income

Revenue is recognised on completion of the agreed work, net of foreign VAT and discounts, where applicable. Revenue in relation to commission on insurance sales as insurance agent and broker are recognised on the completion of the related transactions.

(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.

(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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(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.

(28) Significant changes in regulatory requirements

Companies Act 2016

Amongst the key changes introduced in the New Act which have affected the financial statements of the Group and the Company upon the commencement of the New Act on 31 January 2017 are:

- the removal of authorised share capital;
- the ordinary shares of the Company will cease to have par or nominal value; and
- the Company's share premium will become part of the share capital.

The adoption of the New Act has no financial impact on the Group and on the Company for the current financial year ended 30 April 2017. The effect of adoption is mainly on the disclosures to the financial statements of the Group and of the Company.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.3 CHANGES IN ACCOUNTING POLICIES

On 1 May 2016, 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 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

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 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
Annual Improvements to FRSs 2014-2016 Cycle : Amendments to FRS 12 - Disclosure of Interests in Other Entities

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.

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

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

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. The adoption of FRS 9 will have an effect on the classification and measurement of the Group's financial assets, but no impact on the classification and measurement of the Group's financial liabilities.

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 2017 could be different if prepared under the MFRS Framework.

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

MFRS 15: Clarifications to MFRS 15

Amendments to MFRS 2: Share-based Payment - Classification and Measurement of Share-based Payment Transactions

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

Malaysian Financial Reporting Standards (Cont'd)

Effective for financial periods beginning on or after 1 January 2018 (cont'd)

Amendments to MFRS 4: Insurance Contracts - Applying MFRS 9: Financial Instruments with
MFRS 4: Insurance Contracts

Amendments to MFRS 140: Investment Property - Transfers of Investment Property

Annual Improvements to MFRSs 2014-2016 Cycle: Amendments to MFRS 1 - First-time Adoption of
of Malaysian Financial Reporting Standards

Annual Improvements to MFRSs 2014-2016 Cycle: Amendments to MFRS 128: Investments in
Associates and Joint Ventures

IC Interpretation 22: Foreign Currency Transactions and Advance Consideration

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

MFRS 16 will replace MFRS 117: Leases, IC Interpretation 4: Determining whether an Arrangement contains a Lease, IC Interpretation 115: Operating Leases - Incentives and IC Interpretation 127: Evaluating the Substance of Transactions Involving Legal Form of a Lease. MFRS 16 sets out the principles for the recognition, measurement, presentation and disclosure of leases and requires lessees to account for all leases under a single balance sheet model similar to the accounting for finance leases under MFRS 117.

At the commencement date of a lease, a lessee will recognise a liability to make lease payments and an asset representing the right to use the underlying asset during the lease term. Lessees will be required to recognise interest expense on the lease liability and the depreciation expense on the right-of-use asset.

Lessor accounting under MFRS 16 is substantially the same as the accounting under MFRS 17. Lessors will continue to classify all leases using the same classification principle as in MFRS 117 and distinguish between two types of leases: operating and finance leases.

MFRS 16 is effective for annual periods beginning on or after 1 January 2019. Early application is permitted but not before an entity applies MFRS 15. A lessee can choose to apply the standard using either a full retrospective or a modified retrospective approach.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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) De facto Control over Berjaya Sports Toto Berhad ("BToto")

At the reporting date, the Group held 40.05% 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 49.38% 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 de facto 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.

(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.

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)

(iv) Useful lives of Gaming Rights, Dealerships and Customer Relationships (cont'd)

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. On 13 August 2015, the ELA was transitionally extended for a period of 3 years to August 2018, pending the resolution of the issue on the exclusivity rights through arbitration proceedings which is disclosed in Note 40. The Group is confident that the outcome of the arbitration proceedings will result in at least a two-year extension beyond August 2018 and hence assessed the useful life of the Gaming Rights - ELA to be 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. The estimated useful lives of customer relationships are reviewed periodically.

(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 2017 were RM8,574,000 and RM9,006,000 (2016 : RM6,859,000 and RM9,302,000) respectively, as disclosed in Note 44(a). Further details of the fair value changes are disclosed in Notes 30 and 31.

(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 2017, the amount of total impairment loss recognised for quoted and unquoted available-for-sale investments was RM895,000 (2016 : RM8,061,000) as disclosed in Note 31.

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)

- (viii) 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 40, 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 RM604,255,000 (2016 : 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 consolidated statement of financial position. However, due to inherent uncertainty over the timing of the resolution of the lawsuit, BJR has classified the entire Jeju Project development cost as a non-current asset.

- (ix) 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. Therefore, the Group continues to regard BAssets as an associated company.

- (x) Significant influence 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 128, the Company only exercises significant influence and regards BKDS as its associated company.

- (xi) Recoverability of prepayments for the relocation of turf club project

A subsidiary company, Berjaya Tagar 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 47(g). The transaction relating to the relocation of the turf club is still not completed, pending the fulfillment of several of the conditions precedent which are detailed in the same note, of which several of the conditions precedent affect the SPA with BCity.

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)

- (xi) Recoverability of prepayments for the relocation of turf club project (cont'd)

At the reporting date, BTSB had made prepayments totalling RM230,724,000 (2016 : 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.

- (xii) Recoverability of balance cash consideration for the disposal of project by Berjaya (China) Great Mall Co Ltd

At reporting date, pursuant to the completion of disposal of this project, the balance consideration receivable from Beijing SkyOcean, amounting to RM598,884,000 was accounted for as receivable. This receivable is secured by a guarantee granted by SkyOcean Holdings Group Limited, the holding company of Beijing SkyOcean and its major shareholder, Mr. Zhou Zheng ("Guarantees").

The Group has assessed and determined that the amount is recoverable as it has legal recourse under the Guarantees, in the event of non-performance by Beijing SkyOcean.

- (xiii) Recoverability of amounts owing by joint ventures and associated companies

The Group did not recognise any impairment loss on the amounts owing by the joint ventures and associated companies in the current financial year, as the Directors have assessed the repayment ability of these investees and determined that these amounts are recoverable as there are no objective evidences that an impairment loss has been incurred on these balances.

The amounts owing by the joint ventures and associated companies as at 30 April 2017 are RM696,126,000 (2016 : RM612,198,000) and RM443,385,000 (2016 : RM288,101,000) respectively.

- (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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

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

(i) Impairment of property, plant and equipment

During the current financial year, the Group has recognised an impairment loss in respect of a subsidiary company's 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 estimated 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 impairment loss recognised are disclosed in Note 3(a).

The carrying amount of property, plant and equipment of the Group as at 30 April 2017 is disclosed in Note 3.

(ii) 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 16 and 48 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.

(iii) 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 amortised on a straight line basis over its useful life of 5 years.

The Group estimates the useful lives of customer relationships up to 10 years which determined based on customer attrition from the acquired relationships. 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)

- (iv) 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 estimated VIU of the CGU of the investees. Estimating the VIU requires 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 an impairment loss in respect of its investments in subsidiary companies. Details of the net impairment loss recognised are disclosed in Note 6; and
- b) the Group recognising impairment loss in respect of its investment in an associated company which is quoted outside Malaysia. Details of the impairment loss recognised are disclosed in Note 7.

The carrying amounts of investments in associated companies and joint ventures of the Group are disclosed in Notes 7 and 8 respectively whilst the carrying amounts of investments in subsidiary companies of the Company are disclosed in Note 6.

- (v) 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) Gaming Rights - Licence and goodwill allocated to the Malaysian toto betting operations; and
 - b) goodwill 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.

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.

The carrying amounts of Gaming Rights, Dealerships, Customer Relationships and goodwill of the Group as at 30 April 2017 are disclosed in Note 10.

- (vi) 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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

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

(vi) Property development (cont'd)

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 11.

(vii) 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 13.

(viii) 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 36.

(ix) 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. Details of deferred tax assets are disclosed in Note 24.

(x) 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.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS (CONT'D)

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

- (xi) Land value appreciation taxes and other related taxes

During the current financial year, the Group has completed the disposal of Great Mall Project, as disclosed in Note 47(d). Consequently, the Group has estimated that the land value appreciation tax and other related tax liabilities in relation to the disposal of the project to be RMB72.74 million (about RM45.84 million) ("LVAT Estimate"). As of the reporting date, the LVAT Estimate has yet to be agreed with the relevant tax authorities. Where the final outcome of LVAT Estimate is different from the amount initially recognised, such difference will impact profit or loss in the period in which such determination is made.

2.6 CHANGE OF ACCOUNTING POLICY AND PRIOR YEAR ADJUSTMENTS

(a) Clarifications from IFRS Interpretation Committee on FRS 112 : Income Taxes - Expected Recovery of Intangible Assets with Indefinite Useful Lives

At the point of gaining control of the toto betting operations in Malaysia and the motor dealership business in the United Kingdom in prior years via separate business combinations, the Group had recognised intangible assets namely the Gaming Rights – Licence amounting to RM4.40 billion in respect of the toto betting operations, and Dealerships of RM52.53 million in relation to the motor dealership business. These intangible assets were assessed to have indefinite useful lives which are not amortised but tested for impairment annually or when indication of impairment arises. Deferred tax had not been provided for the Gaming Rights - Licence and Dealerships as the Group has previously taken the view commonly applied that the carrying amount of an indefinite useful life intangible asset will be recovered through sale.

In November 2016, the IFRS Interpretation Committee ("IFRS IC") clarified that an indefinite useful life intangible asset is not a non-depreciable asset as it does not have infinite life, but rather it is not amortised because there is no foreseeable limit on the period during which an entity expects to consume future economic benefits embodied in that asset. Hence an entity cannot automatically avail itself to the requirements of paragraph 51B of the FRS 112: Income Taxes, i.e. to assume recovery through sale as in the case of a non-depreciable asset measured using the revaluation model in FRS 116: Property, Plant and Equipment.

Following the above clarification from IFRS IC, the Group changed its accounting policy on the expected method of recovering its carrying amounts of Gaming Rights - Licence and Dealerships to recovery through use instead of recovery through sale. As such, deferred tax would now be measured and provided on these intangible assets with indefinite useful lives. The change in accounting policy is applied retrospectively.

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.6 CHANGE OF ACCOUNTING POLICY AND PRIOR YEAR ADJUSTMENTS (CONT'D)

(a) Clarifications from IFRS Interpretation Committee on FRS 112 : Income Taxes - Expected Recovery of Intangible Assets with Indefinite Useful Lives (Cont'd)

As a result of the above, certain comparative amounts as at 30 April 2016 and 1 May 2015 have been adjusted and disclosed below:

Group Statement of Financial Position As at 30 April 2016	As previously reported RM'000	Prior year adjustment RM'000	As restated RM'000
Intangible assets: Goodwill	4,700,949	11,734	4,712,683
Reserves: Fair value reserve	1,900,160	(514,906)	1,385,254
Reserves: Consolidation reserve	21,220	80,889	102,109
Non-controlling interests	3,252,188	(621,983)	2,630,205
Deferred tax liabilities	150,869	1,067,734	1,218,603
As at 1 May 2015			
Intangible assets: Goodwill	5,093,609	12,015	5,105,624
Reserves: Fair value reserve	1,935,385	(514,906)	1,420,479
Reserves: Consolidation reserve	21,220	82,790	104,010
Non-controlling interests	3,292,065	(623,884)	2,668,181
Deferred tax liabilities	117,054	1,068,015	1,185,069

The change in accounting policy does not have any impact to the Group's statement of profit or loss and statement of cash flows and the Company's financial statements.

(b) Prior Year Adjustments

In addition, the Group has also:

- (i) reclassified certain payables due to vehicle manufacturers into short term borrowings as the terms and facilities provided by the vehicle manufacturers have the characteristics of borrowings; and
- (ii) adjusted the amount in relation to the change in fair value reserve upon recognition of deferred tax liabilities on gaming rights with finite life to reflect the gross amount in the consolidated statement of comprehensive income and appropriately account for the non-controlling interest portion in the statement of changes in equity.

As a result of these reclassifications, certain comparative amounts as at 30 April 2016 and 1 May 2015 have been adjusted and disclosed below:

Group As at 30 April 2016 Statement of Financial Position	As previously reported RM'000	Prior year adjustment RM'000	As restated RM'000
Payables	2,299,005	(320,345)	1,978,660
Short term borrowings	933,385	320,345	1,253,730

2 SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.6 CHANGE OF ACCOUNTING POLICY AND PRIOR YEAR ADJUSTMENTS (CONT'D)

(b) Prior Year Adjustments (Cont'd)

As a result of these reclassifications, certain comparative amounts as at 30 April 2016 and 1 May 2015 have been adjusted and disclosed below (Cont'd):

Group As at 30 April 2016	As previously reported RM'000	Prior year adjustment RM'000	As restated RM'000
Consolidated Statement of Cash Flows			
Net cash generated from operating activities	914,977	(67,374)	847,603
Net cash used in financing activities	(1,191,481)	67,374	(1,124,107)
Statement of Comprehensive Income			
Change in fair value reserve upon recognition of deferred tax liability on gaming rights with finite life	(15,429)	27,103	(42,532)
Total comprehensive income attributable to non-controlling interests	130,276	(27,103)	103,173
Group As at 1 May 2015			
Statement of Financial Position			
Payables	1,384,318	(243,786)	1,140,532
Short term borrowings	1,034,232	243,786	1,278,018

Item (ii) has no impact on the Group's statement of financial position as at 1 May 2015.

The reclassifications have no impact on the Group's statement of profit or loss and the Company's financial statements.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2017

3 PROPERTY, PLANT AND EQUIPMENT

GROUP

At 30 April 2017	Net carrying amount at 1.5.2016	Reclassification	Transfers/ Adjustments	Additions	Acquisition of subsidiary company	Disposal of subsidiary company	Impairment losses net of reversals	Write-off/ Disposals	Depreciation and amortisation	Exchange differences	Net carrying amount at 30.4.2017
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Freehold land	107,157	-	-	-	-	-	-	-	-	126	107,283
Long leasehold land	52,587	-	-	-	-	-	-	-	(468)	-	52,119
Short leasehold land	47,258	-	-	-	-	-	-	-	(1,259)	-	45,999
Buildings	1,114,220	6,792	(39,484)	81,784	-	-	-	(17,364)	(34,879)	11,753	1,122,822
Plant and equipment	38,063	3,635	(505)	11,929	-	-	-	(188)	(13,142)	(372)	39,420
Computer equipment	19,062	157	(159)	8,995	3	-	-	(46)	(6,517)	73	21,568
Renovation	75,583	(964)	(129)	6,415	-	-	-	(5,798)	(12,537)	(532)	62,038
Furniture and fittings	28,627	1,429	(1,009)	3,695	-	-	-	(145)	(7,242)	1,091	26,446
Office equipment	8,316	241	-	2,389	-	-	-	(173)	(2,232)	33	8,574
Motor vehicles	28,317	-	-	6,776	34	-	-	(1,846)	(6,709)	130	26,702
Aircraft	128,918	(125)	-	-	-	-	(7,070)	-	(8,239)	2,126	115,610
Golf course development expenditure	71,913	-	-	-	-	-	-	-	(1,154)	-	70,759
Capital work-in-progress	10,804	(11,290)	(16)	6,475	-	-	-	-	-	-	6,493
Others	1,573	125	(334)	2,806	-	-	-	-	(468)	12	3,714
	1,732,398	-	(41,636)	131,264	37	-	(7,070)	(25,560)	(94,846)	14,960	1,709,547
At 30 April 2016	Net carrying amount at 1.5.2015	Reclassification	Transfers/ Adjustments	Additions	Acquisition of subsidiary company	Disposal of subsidiary company	Impairment losses net of reversals	Write-off/ Disposals	Depreciation and amortisation	Exchange differences	Net carrying amount at 30.4.2016
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	895,132	(5,834)	(578,106)	65,570	-	(405,480)	-	(69)	(1,149)	-	71,913
Capital work-in-progress	1,457	(365)	-	842	-	-	-	(11)	(390)	39,591	10,804
Others										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

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
At 30 April 2017				
Freehold land	110,395	-	3,112	107,283
Long leasehold land	64,373	12,254	-	52,119
Short leasehold land	65,213	19,214	-	45,999
Buildings	1,525,987	397,139	6,026	1,122,822
Plant and equipment	189,152	149,716	16	39,420
Computer equipment	148,704	127,136	-	21,568
Renovation	166,338	104,300	-	62,038
Furniture and fittings	127,568	101,122	-	26,446
Office equipment	45,636	37,062	-	8,574
Motor vehicles	94,296	67,594	-	26,702
Aircraft	306,260	123,763	66,887	115,610
Golf course development expenditure	105,631	21,035	13,837	70,759
Capital work-in-progress	10,495	-	4,002	6,493
Others	19,581	13,019	2,848	3,714
	2,979,629	1,173,354	96,728	1,709,547

At 30 April 2016

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
	3,000,244	1,159,562	108,284	1,732,398

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 an impairment loss of RM7,070,000 (2016 : a net reversal of impairment loss of RM14,791,000) of certain asset as disclosed in Notes 30 and 31.

The impairment loss of RM7,070,000 (2016 : RM16,266,000) 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 RM12,990,000 (2016 : RM103,542,000) based on the estimated selling price less costs to sell.

In the previous financial year, 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 had then 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 were transferred to receivables. The total recoverable amount of these premiums was RM17,319,000; and
- (ii) RM8,174,000 in value of certain properties as the fair values of these assets were higher than their carrying amounts. The recoverable amounts of these assets totalling RM256,500,000 were based on the valuations by an independent qualified valuer. Recoverable amounts were 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 the transfer of hotel properties of a foreign subsidiary company to disposal group classified as held for sale as the Group has entered into an agreement to dispose of its entire stake in this subsidiary company.

The transfers/adjustments of property, plant and equipment of the previous 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.

- (c) Properties and aircraft of the Group with carrying amounts totalling RM771,304,000 (2016 : RM900,137,000) 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	
	2017	2016
	RM'000	RM'000
Motor vehicles	5,562	5,871
Aircraft	80,879	85,536
	<u>86,441</u>	<u>91,407</u>

3 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

COMPANY	Net carrying amount at				Net carrying amount at
	1.5.2016	Additions	Disposals	Depreciation	
At 30 April 2017	RM'000	RM'000	RM'000	RM'000	RM'000
Furniture and fittings	32	62	-	(12)	82
Office equipment	505	191	(2)	(182)	512
Renovation	454	23	-	(118)	359
Motor vehicles	1,567	152	(188)	(741)	790
	<u>2,558</u>	<u>428</u>	<u>(190)</u>	<u>(1,053)</u>	<u>1,743</u>

COMPANY	Net carrying amount at				Net carrying amount at
	1.5.2015	Additions	Disposals	Depreciation	
At 30 April 2016	RM'000	RM'000	RM'000	RM'000	RM'000
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>-</u>	<u>(1,517)</u>	<u>2,558</u>

COMPANY	Cost	Accumulated depreciation	Net carrying amount
	RM'000	RM'000	RM'000
At 30 April 2017			
Furniture and fittings	2,105	2,023	82
Office equipment	7,196	6,684	512
Renovation	3,212	2,853	359
Motor vehicles	6,498	5,708	790
	<u>19,011</u>	<u>17,268</u>	<u>1,743</u>

COMPANY	Cost	Accumulated depreciation	Net carrying amount
	RM'000	RM'000	RM'000
At 30 April 2016			
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>

Motor vehicles of the Company with carrying amounts totalling RM723,000 (2016 : RM1,434,000) are held under hire purchase arrangements.

4 INVESTMENT PROPERTIES

	Group	
	2017	2016
	RM'000	RM'000
At 1 May 2016/2015	621,903	607,758
Additions during the year	102,301	2,800
Net fair value adjustments (Note 30)	15,853	11,345
At 30 April 2017/2016	<u>740,057</u>	<u>621,903</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 RM38,410,000 (2016 : 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.

The carrying amounts of the investment properties were derived based on valuations 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 43.

Investment properties with carrying amounts totalling RM494,263,000 (2016 : RM454,240,000) are pledged to financial institutions for credit facilities granted to the Company and certain subsidiary companies.

5 LAND HELD FOR DEVELOPMENT

	Group	
	2017	2016
	RM'000	RM'000
At cost:		
At 1 May 2016/2015:		
- freehold land	664,783	360,931
- long leasehold land	25,042	33,844
- land use rights/land lease premium	177,623	174,175
- development costs	639,832	297,267
	<u>1,507,280</u>	<u>866,217</u>
Additions:		
- freehold land	18,924	33,715
- development costs	11,925	4,303
	<u>30,849</u>	<u>38,018</u>

5 LAND HELD FOR DEVELOPMENT (CONT'D)

	Group	
	2017	2016
	RM'000	RM'000
Transfers/Adjustments during the year:		
- freehold land	(27,766)	475,133
- long leasehold land	-	(8,802)
- land use rights/land lease premium	(19,774)	(7,742)
- development costs	(3,569)	471,261
	(51,109)	929,850
Write off/Disposal:		
- freehold land	-	(222,431)
- development costs	(7,181)	(145,755)
	(7,181)	(368,186)
Exchange differences:		
- freehold land	11,422	17,435
- land use rights/land lease premium	14,759	11,190
- development costs	61,082	12,756
	87,263	41,381
Total costs at 30 April 2017/2016	1,567,102	1,507,280
Accumulated impairment losses:		
At 1 May 2016/2015	(7,527)	(16,329)
Write off/Reversal of impairment loss	7,181	8,802
Accumulated impairment loss at 30 April 2017/2016	(346)	(7,527)
Carrying amount at 30 April 2017/2016	1,566,756	1,499,753

Included in land held for development is the Jeju Project referred to in Notes 2.5(a)(viii) and 40 amounting to RM604,255,000 (2016 : RM541,965,000). The recovery of the carrying amount of the Jeju Project is subject to the outcome of the lawsuit as disclosed in Note 2.5(a)(viii). The Jeju Project has been placed under lien by the main contractor. The amount outstanding due to the main contractor as at the reporting date amounted to RM70,553,000 (2016 : RM63,165,000) as disclosed in Note 25(a). The main contractor has also placed a lien on the potential compensation receivable pending a positive judgement over the litigation mentioned in Note 40.

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

Land held for development with carrying amounts totalling RM534,004,000 (2016: RM536,241,000) are pledged to a licensed bank for credit facility granted to the Company and a subsidiary company.

6 SUBSIDIARY COMPANIES

	Company	
	2017 RM'000	2016 RM'000
Quoted shares, at cost	236,559	252,366
Unquoted shares, at cost	2,690,800	2,640,300
	<u>2,927,359</u>	<u>2,892,666</u>
Less: Accumulated impairment losses of unquoted shares	(281,809)	(238,227)
	<u>2,645,550</u>	<u>2,654,439</u>
Market value of quoted shares	<u>511,208</u>	<u>592,114</u>

Details of the subsidiary companies are set out in Note 49.

At the reporting date, the Company conducted an impairment review of its 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 impairment loss of investments in subsidiary companies of RM43,582,000 (2016 : a net impairment loss of RM10,884,000) as disclosed in Notes 30 and 31 based on recoverable amounts of RM4,418,000 (2016 : RM206,994,000). In addition, the Company also wrote off of investment cost amounting to RM2,000,000 (2016 : writeback of RM3,800,000) as disclosed in Notes 30 and 31 due to the cessation of business of a subsidiary company.

Included in the writeback of investment costs of the previous financial year, was an amount of RM2,000,000 relating to a subsidiary company which had operated a recreational facility (water theme park). The writeback was a result of a settlement agreement entered into during the financial year with the relevant authorities on surrendering of assets, for which negotiations had commenced before the previous year's reporting date. This had also resulted in a reversal of impairment loss and writeback of amounts owing by this subsidiary company of RM199,700,000 in the previous financial year as included in Notes 13 and 30.

Certain quoted shares in subsidiary companies of the Group and of the Company with carrying amounts totalling RM1,203,859,000 and RM230,191,000 (2016 : RM1,234,287,000 and RM246,782,000) 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, the Group completed the acquisition of 70% equity interest in Hotel Integrations Sdn Bhd for a total cash consideration of RM1.36 million by Berjaya Vacation Club Berhad ("BVC"), a wholly-owned subsidiary company of the Company.

The fair values of the identifiable assets and liabilities of the acquisition which qualified as a business combination are as follows:

Group	2017 RM'000
Non-current assets	37
Current assets	890
	<u>927</u>

6 SUBSIDIARY COMPANIES (CONT'D)

a) Acquisition of subsidiary companies (cont'd)

The fair values of the identifiable assets and liabilities of the acquisition which qualified as a business combination are as follows (cont'd):

Group	2017 RM'000
Current liabilities	73
Total net assets acquired	854
Less: Non-controlling interests	(256)
Net assets acquired	598
Goodwill on acquisition (Note 10)	767
Total cost of acquisition, representing net cash outflow on date of acquisition	1,365

The acquired subsidiary company contributed the following results to the Group:

	2017 RM'000
Revenue	35
Profit for the year	2

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

- (i) the acquisition of additional 6,589,934 shares in H.R. Owen Plc ("HR Owen") by Berjaya Philippines Inc. ("BPI") for a total consideration of GBP14.8 million (equivalent to approximately RM85.3 million), thereby increasing the equity interest of BPI in HR Owen from the existing 72.03% to 98.38%. The change in the Group's ownership in HR Owen is accounted for as an equity transaction;
- (ii) the acquisition of 60% equity interest in H.R. Owen Insurance Services Limited by HR Owen for a total consideration of GBP60 (equivalent to RM330);
- (iii) the acquisition of 100% equity interest in Berjaya Okinawa Hospitality Asset TMK ("BOHA") by Berjaya Okinawa Investment (S) Pte Ltd (formerly known as Berjaya Health Investment Pte Ltd ("BOI") for a total cash consideration of JPY100,000 (equivalent to approximately RM3,920);
- (iv) the incorporation of Berjaya Okinawa Investment Godo Kaisha ("BOIGK"), a wholly-owned subsidiary company of BOI;
- (v) the incorporation of BHR Okinawa Management Godo Kaisha ("BHRM"), a wholly-owned subsidiary company of Berjaya Hotels & Resorts (Singapore) Pte Ltd;
- (vi) the incorporation of Berjaya Enviro Philippines Inc., a wholly-owned subsidiary of BPI; and
- (vii) the incorporation of Upbrook Mews Limited, a wholly-owned subsidiary of HR Owen.

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

6 SUBSIDIARY COMPANIES (CONT'D)

a) Acquisition of subsidiary companies (cont'd)

During the previous financial year, HR Owen, 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 RM16.9 million).

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

Group	2016 RM'000
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 10)	5,573
Customer relationships on acquisition (Note 10)	3,831
Total cost of acquisition	<u><u>16,941</u></u>

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

Group	2016 RM'000
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><u>13,714</u></u>

b) Acquisition of subsidiary company subsequent to the financial year

No subsidiary company was acquired subsequent to the financial year.

c) Disposal of subsidiary companies

No subsidiary company was disposed of during the financial year.

During the previous 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)(x), 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;

6 SUBSIDIARY COMPANIES (CONT'D)

c) Disposal of subsidiary companies (cont'd)

- (iii) the dilution of the Group's interest in Asia Jet Partners Malaysia 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 previous financial year were as follows:

Group	2016 RM'000
Property, plant and equipment	405,533
Net other liabilities disposed	(495,139)
Add: Gain on remeasurement (Note (a))	141,116
Less: Reclassification to associated company at fair value	(96,313)
	<u>(44,803)</u>
Excluding: Cash and cash equivalents of a subsidiary company deemed disposed	(26,829)
Add: Gain on deemed disposal (Note (b))	44,803
Net cash outflow from deemed disposal of a subsidiary company	<u><u>(26,829)</u></u>
(a) 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 30)	<u><u>122,271</u></u>
(b) 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 30)	<u><u>25,958</u></u>

Items (ii) to (v) above did not have any material impact to the Group.

d) Disposal of subsidiary company subsequent to the financial year

No subsidiary company was disposed of subsequent to the financial year.

6 SUBSIDIARY COMPANIES (CONT'D)

e) 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	
	2017 %	2016 %
BToto (on a consolidated basis)	59.95	58.90
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 2017	BToto RM'000	GMOC RM'000	BJeju RM'000	Total RM'000
Non-current assets	4,552,163	239	607,076	5,159,478
Current assets	1,288,592	614,354	4,409	1,907,355
Non-current liabilities	(1,499,529)	-	-	(1,499,529)
Current liabilities	(1,219,753)	(116,339)	(90,170)	(1,426,262)
Net assets	3,121,473	498,254	521,315	4,141,042
Equity attributable to:				
- owners of the Parent	1,229,579	250,120	378,475	1,858,174
- non-controlling interests	1,891,894	248,134	142,840	2,282,868
Total equity	3,121,473	498,254	521,315	4,141,042
At 30 April 2016				
Non-current assets	5,185,586	1,000	545,252	5,731,838
Current assets	1,375,662	1,596,879	9,821	2,982,362
Non-current liabilities	(1,806,335)	(211,243)	-	(2,017,578)
Current liabilities	(1,098,944)	(887,497)	(80,609)	(2,067,050)
Net assets	3,655,969	499,139	474,464	4,629,572
Equity attributable to:				
- owners of the parent	1,468,594	254,561	344,461	2,067,616
- non-controlling interests	2,187,375	244,578	130,003	2,561,956
Total equity	3,655,969	499,139	474,464	4,629,572

6 SUBSIDIARY COMPANIES (CONT'D)

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

Group Year ended 30 April 2017	BToto RM'000	GMOC RM'000	BJeju RM'000	Total RM'000
Revenue	5,731,396	-	-	5,731,396
Profit/(Loss) for the year	226,580	(22,917)	(7,036)	196,627
Other comprehensive income	(460,163)	(51)	(188)	(460,402)
Total comprehensive income	(233,583)	(22,968)	(7,224)	(263,775)
Profit/(Loss) for the year attributable to:				
- owners of the Parent	87,975	(11,688)	(5,108)	71,179
- non-controlling interests	138,605	(11,229)	(1,928)	125,448
	226,580	(22,917)	(7,036)	196,627
Total comprehensive income attributable to:				
- owners of the Parent	(91,557)	(11,714)	(5,245)	(108,516)
- non-controlling interests	(142,026)	(11,254)	(1,979)	(155,259)
	(233,583)	(22,968)	(7,224)	(263,775)
Net cash generated from/(used in):				
- operating activities	283,771	(250,517)	(4,589)	28,665
- investing activities	(162,369)	639,780	(820)	476,591
- financing activities	(276,223)	(380,489)	139	(656,573)
Net change in cash and cash equivalents	(154,821)	8,774	(5,270)	(151,317)
Dividends paid to non-controlling interests	129,296	-	-	129,296
Year ended 30 April 2016				
Revenue	5,563,227	-	-	5,563,227
Profit/(Loss) for the year	298,556	(186,142)	(16,093)	96,321
Other comprehensive income	(39,177)	10,422	337	(28,418)
Total comprehensive income	259,379	(175,720)	(15,756)	67,903
Profit/(Loss) for the year attributable to:				
- owners of the Parent	119,619	(94,932)	(11,684)	13,003
- non-controlling interests	178,937	(91,210)	(4,409)	83,318
	298,556	(186,142)	(16,093)	96,321

6 SUBSIDIARY COMPANIES (CONT'D)

e) 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
Total comprehensive income attributable to:				
- owners of the parent	108,744	(89,617)	(11,439)	7,688
- non-controlling interests	150,635	(86,103)	(4,317)	60,215
	<u>259,379</u>	<u>(175,720)</u>	<u>(15,756)</u>	<u>67,903</u>
Net cash generated from/(used in):				
- operating activities	330,380	518,608	(73,195)	775,793
- investing activities	(141,811)	(648,845)	366,338	(424,318)
- financing activities	(85,451)	118,647	(348,957)	(315,761)
Net change in cash and cash equivalents	<u>103,118</u>	<u>(11,590)</u>	<u>(55,814)</u>	<u>35,714</u>
Dividends paid to non-controlling interests	<u>131,011</u>	-	-	<u>131,011</u>

7 ASSOCIATED COMPANIES

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Quoted shares in Malaysia, at cost	168,990	162,044	40,591	40,591
Quoted shares outside Malaysia, at cost	101,490	101,490	-	-
Unquoted shares, at cost	210,847	196,675	1,000	1,800
Exchange differences	15,614	8,312	-	-
	<u>496,941</u>	<u>468,521</u>	<u>41,591</u>	<u>42,391</u>
Share of post acquisition reserves	188,236	102,934	-	-
	<u>685,177</u>	<u>571,455</u>	<u>41,591</u>	<u>42,391</u>
Less: Accumulated impairment losses				
- quoted shares outside Malaysia	(49,570)	(44,949)	-	-
- unquoted shares	(42,040)	(42,044)	(1,000)	(1,800)
	<u>(91,610)</u>	<u>(86,993)</u>	<u>(1,000)</u>	<u>(1,800)</u>
Total investments in associated companies	<u>593,567</u>	<u>484,462</u>	<u>40,591</u>	<u>40,591</u>
Represented by:				
Carrying amount of:				
- quoted shares in Malaysia	316,258	316,217	40,591	40,591
- quoted shares outside Malaysia	8,509	16,977	-	-
- unquoted shares	268,800	151,268	-	-
	<u>593,567</u>	<u>484,462</u>	<u>40,591</u>	<u>40,591</u>
Fair value of quoted shares:				
- in Malaysia	165,518	123,935	33,597	26,279
- outside Malaysia	8,536	16,977	-	-

7 ASSOCIATED COMPANIES (CONT'D)

Details of the associated companies are set out in Note 49.

During the current financial year, the Group recognised total impairment loss amounting to RM4,621,000 (2016 : RM28,650,000) as disclosed in Note 31, in respect of one of its quoted associated companies with recoverable amount of RM8,509,000 (2016 : RM16,977,000).

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 approximate 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 less costs to sell of BAssets' investment properties, which are its principal assets.

The Group regards BKDS, BAssets, Bermaz Auto Philippines Inc. (formerly known as Berjaya Auto Philippines Inc.) ("BAuto") 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	BKDS	BAssets	BAuto	Informatics	Total
At 30 April 2017	RM'000	RM'000	RM'000	RM'000	RM'000
Non-current assets	989,388	3,105,227	17,613	1,698	4,113,926
Current assets	511,684	304,493	196,038	35,788	1,048,003
Non-current liabilities	(720,314)	(1,008,397)	(11,908)	-	(1,740,619)
Current liabilities	(617,645)	(210,529)	(74,967)	(13,755)	(916,896)
Net assets	163,113	2,190,794	126,776	23,731	2,504,414
Equity attributable to:					
Owners of the associated company	163,113	2,181,443	126,776	23,731	2,495,063
Non-controlling interests of the associated company	-	9,351	-	-	9,351
	163,113	2,190,794	126,776	23,731	2,504,414
At 30 April 2016					
Non-current assets	1,083,672	3,190,116	14,167	877	4,288,832
Current assets	227,316	294,046	175,627	52,189	749,178
Non-current liabilities	(789,989)	(788,664)	(18,476)	-	(1,597,129)
Current liabilities	(524,673)	(425,531)	(89,595)	(15,272)	(1,055,071)
Net assets	(3,674)	2,269,967	81,723	37,794	2,385,810
Equity attributable to:					
Owners of the associated company	(3,674)	2,260,437	81,723	37,794	2,376,280
Non-controlling interests of the associated company	-	9,530	-	-	9,530
	(3,674)	2,269,967	81,723	37,794	2,385,810

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 30 April 2017

7 ASSOCIATED COMPANIES (CONT'D)

Group Year ended 30 April 2017	BKDS RM'000	BAssets RM'000	BAuto RM'000	Informatics RM'000	Total RM'000
Revenue	407,609	368,860	391,565	33,656	1,201,690
Profit/(Loss) for the year	168,579	(76,834)	48,963	(17,158)	123,550
Other comprehensive income	(1,692)	(1,919)	(14,693)	175	(18,129)
Total comprehensive income	166,887	(78,753)	34,270	(16,983)	105,421
Profit/(Loss) for the year attributable to:					
- owners of the associated company	168,579	(77,838)	48,963	(17,158)	122,546
- non-controlling interests of the associated company	-	1,004	-	-	1,004
	168,579	(76,834)	48,963	(17,158)	123,550
Total comprehensive income attributable to:					
- owners of the associated company	166,887	(78,994)	34,270	(16,983)	105,180
- non-controlling interests of the associated company	-	241	-	-	241
	166,887	(78,753)	34,270	(16,983)	105,421
Dividends received during the year	-	-	-	-	-
Year ended 30 April 2016					
Revenue	-	391,993	423,257	38,251	853,501
(Loss)/Profit for the year	(31,977)	24,200	46,064	(14,762)	23,525
Other comprehensive income	21,332	832	(13,923)	1,180	9,421
Total comprehensive income	(10,645)	25,032	32,141	(13,582)	32,946
(Loss)/Profit for the year attributable to:					
- owners of the associated company	(31,977)	17,192	46,064	(14,762)	16,517
- non-controlling interests of the associated company	-	7,008	-	-	7,008
	(31,977)	24,200	46,064	(14,762)	23,525

7 ASSOCIATED COMPANIES (CONT'D)

Group Year ended 30 April 2016	BKDS RM'000	BAssets RM'000	BAuto RM'000	Informatics RM'000	Total RM'000
Total comprehensive income attributable to:					
- owners of the associated company	(10,645)	17,343	32,141	(13,582)	25,257
- non-controlling interests of the associated company	-	7,689	-	-	7,689
	<u>(10,645)</u>	<u>25,032</u>	<u>32,141</u>	<u>(13,582)</u>	<u>32,946</u>
Dividends received during the year	-	1,570	-	-	1,570

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

Group 2017	BKDS RM'000	BAssets RM'000	BAuto RM'000	Informatics RM'000	Total RM'000
Attributable to owners of the associated company:					
Net assets at 1 May 2016	(3,674)	2,260,437	79,308	37,794	2,373,865
Increase in paid-up capital	-	-	6,799	-	6,799
Profit/(Loss) for the year	168,579	(77,838)	48,963	(17,158)	122,546
Other comprehensive income	(1,692)	(1,156)	(14,693)	175	(17,366)
Exchange differences	(100)	-	3,589	2,920	6,409
	<u>163,113</u>	<u>2,181,443</u>	<u>123,966</u>	<u>23,731</u>	<u>2,492,253</u>
Equity contribution	-	-	2,810	-	2,810
Net assets at 30 April 2017	<u>163,113</u>	<u>2,181,443</u>	<u>126,776</u>	<u>23,731</u>	<u>2,495,063</u>
Group's equity interest	50%	14.61%	25.48%	27.09%	
Interest in net assets of the associated company	81,557	318,709	31,587	6,429	438,282
Less: Intragroup adjustments	4,388	(2,451)	-	(563)	1,374
Fair value remeasurement	96,313	-	-	-	96,313
Goodwill (net of impairment)	-	-	4,301	2,643	6,944
Carrying amount of Group's interest in the associated company	<u>182,258</u>	<u>316,258</u>	<u>35,888</u>	<u>8,509</u>	<u>542,913</u>

7 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 (Cont'd)

Group 2016	BKDS RM'000	BAssets RM'000	BAuto RM'000	Informatics RM'000	Total RM'000
Attributable to owners of the associated company:					
Net assets at 1 May 2015	-	2,118,182	46,960	47,700	2,212,842
Net assets at date of deemed acquisition	6,708	-	-	-	6,708
(Loss)/Profit for the period/year	(31,977)	17,192	46,064	(14,762)	16,517
Dividend paid	-	(11,130)	-	-	(11,130)
Other comprehensive income	21,332	151	(13,923)	1,180	8,740
Partial acquisition of a subsidiary company	-	136,042	-	-	136,042
Exchange differences	263	-	207	3,676	4,146
	(3,674)	2,260,437	79,308	37,794	2,373,865
Equity contribution	-	-	2,415	-	2,415
Net assets at 30 April 2016	(3,674)	2,260,437	81,723	37,794	2,376,280
Group's equity interest	50%	14.09%	35.00%	27.09%	
Interest in net assets of the associated company	(1,837)	318,496	27,758	10,238	354,655
Less: Intragroup adjustments	465	(2,279)	-	(525)	(2,339)
Fair value remeasurement	96,313	-	-	-	96,313
Goodwill	-	-	5,634	7,264	12,898
Carrying amount of Group's interest in the associated company	94,941	316,217	33,392	16,977	461,527

Aggregate information of associated companies that are not individually material

Group	2017 RM'000	2016 RM'000
The Group's share of profit/(loss) for the year, representing total comprehensive income	2,754	(8,750)
Aggregate carrying amount of the Group's interests in these associated companies	50,654	22,935

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 RM1,316,000 (2016 : RM30,000) and the Group's cumulative share of unrecognised losses of these associated companies amounted to RM26,338,000 (2016 : RM25,022,000).

7 ASSOCIATED COMPANIES (CONT'D)

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 RM91,815,000 and RM38,639,000 (2016 : RM149,433,000 and RM40,591,000) respectively are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

8 JOINT VENTURES

	Group	
	2017 RM'000	2016 RM'000
Contributed legal capital/cost of investment	278,555	263,291
Share of post-acquisition reserves	(197,858)	(193,860)
Exchange differences	8,108	4,523
	88,805	73,954
Less: Accumulated impairment losses	(28,644)	(28,644)
	60,161	45,310

Details of the joint ventures are as follows:

Name of Joint Ventures	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
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	50
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	Malaysia	Aircraft charter services and related business	51	51

8 JOINT VENTURES (CONT'D)

Details of the joint ventures are as follows (Cont'd):

Name of Joint Ventures	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
Pasdec Cempaka Sdn Bhd	Malaysia	Property development and investment	51	40

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 amounting to RM23,021,000 and the Group's cumulative share of unrecognised losses of these joint ventures amounted to RM37,620,000 (2016 : RM14,599,000).

In the current financial year, the Group's equity interest in Pasdec Cempaka Sdn Bhd ("PCSB") increased to 51% from 40%, after the acquisition of additional 11% equity interest in PCSB. The remaining 49% equity interest is held by 2 other shareholders.

Summarised financial information in respect of Berjaya Hotay Joint Venture Company Limited, a 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	BHotay	
	2017 RM'000	2016 RM'000
Non-current assets	251,568	247,650
Current assets	11,512	11,271
Non-current liabilities	(160,756)	(150,608)
Current liabilities	(11,646)	(18,485)
Net assets	<u>90,678</u>	<u>89,828</u>
The above amounts of assets and liabilities include the following:		
Cash and cash equivalents	7,090	8,638
Current financial liabilities (excluding trade and other payables and provision)	3,627	11,264
Non-current financial liabilities (excluding trade and other payables and provision)	<u>151,022</u>	<u>142,183</u>
Revenue	<u>66,506</u>	<u>61,277</u>
Loss for the year, representing total comprehensive income for the year	<u>(6,757)</u>	<u>(9,868)</u>
The above loss for the year include the following:		
Depreciation and amortisation	16,687	16,276
Finance costs	<u>8,283</u>	<u>9,341</u>
Dividends received from the joint venture during the year	-	-

8 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

Group	BHotay	
	2017 RM'000	2016 RM'000
Net assets at 1 April 2016/2015	89,828	93,209
Loss for the year, representing total comprehensive income for the year	(6,757)	(9,868)
Exchange differences	7,607	6,487
Net assets at 30 April 2017/2016	<u>90,678</u>	<u>89,828</u>
Group's equity interest	50%	50%
Carrying amount of Group's interest in the joint venture	<u>45,339</u>	<u>44,914</u>

Aggregate information of joint ventures that are not individually material

	Group	
	2017 RM'000	2016 RM'000
The Group's share of (loss)/ profit for the year, representing total comprehensive income for the year	(620)	7,400
Aggregate carrying amount of the Group's interests in these joint ventures	<u>14,822</u>	<u>396</u>

9 INVESTMENTS

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Quoted shares at fair value:				
- in Malaysia	65,269	58,760	15,900	-
- outside Malaysia	3,861	3,855	-	-
	69,130	62,615	15,900	-
Quoted warrants in Malaysia at fair value	9,826	8,192	1,813	1,450
Quoted loan stocks in Malaysia at fair value	7,425	8,046	-	-
Malaysian Government Securities at fair value	3,026	3,066	-	-
Total quoted equity investments carried forward	<u>89,407</u>	<u>81,919</u>	<u>17,713</u>	<u>1,450</u>

9 INVESTMENTS (CONT'D)

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Total quoted equity investments brought forward	89,407	81,919	17,713	1,450
Unquoted shares at cost:				
- in Malaysia	15,288	15,288	13,887	13,887
- outside Malaysia	28,842	19,872	-	-
	44,130	35,160	13,887	13,887
Less: Accumulated impairment losses				
- unquoted shares in Malaysia	(9,329)	(9,329)	(7,929)	(7,929)
- unquoted shares outside Malaysia	(14,782)	(14,726)	-	-
	(24,111)	(24,055)	(7,929)	(7,929)
Total unquoted equity investments	20,019	11,105	5,958	5,958
Club memberships	594	594	-	-
Total investments	110,020	93,618	23,671	7,408

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% (2016 : 4.24%) per annum.

During the financial year, the Group recognised an impairment loss amounting to RM895,000 (2016 : RM564,000) of certain quoted investments designated as available-for-sale financial assets (as disclosed in Note 31) due to significant decline of more than 20% in the fair values of these investments.

In the previous financial year, the Group recognised a net impairment loss of RM4,974,000 of certain other unquoted shares in Malaysia as disclosed in Notes 30 and 31.

Further details on fair value hierarchy and classification of equity investments are disclosed in Notes 43 and 44 respectively.

10 INTANGIBLE ASSETS

Group	Gaming rights RM'000	Dealerships RM'000	Goodwill RM'000	Customer relationships RM'000	Computer software RM'000	Total RM'000
Cost:						
At 1 May 2016	4,680,238	58,672	977,335	3,346	6,009	5,725,600
Addition during the year	-	-	-	-	161	161
Deferred tax liability recognised	-	-	(283)	-	-	(283)
Arising from acquisition of a subsidiary company (Note 6)	-	-	767	-	-	767
Exchange differences	5,546	(1,185)	610	(74)	35	4,932
At 30 April 2017	4,685,784	57,487	978,429	3,272	6,205	5,731,177
Accumulated amortisation/impairment:						
At 1 May 2016	(171,430)	-	(837,348)	-	(4,139)	(1,012,917)
Impairment for the year	(642,991)	-	(25,414)	-	-	(668,405)
Amortisation for the year	(28,753)	-	-	(459)	(597)	(29,809)
At 30 April 2017	(843,174)	-	(862,762)	(459)	(4,736)	(1,711,131)
Carrying amount at 30 April 2017	<u>3,842,610</u>	<u>57,487</u>	<u>115,667</u>	<u>2,813</u>	<u>1,469</u>	<u>4,020,046</u>

Restated

Cost:						
At 1 May 2015	4,675,000	56,542	969,188	-	5,542	5,706,272
Addition during the year	-	-	-	-	674	674
Deferred tax liability recognised	-	-	(281)	-	-	(281)
Adjustments	-	-	-	-	(221)	(221)
Arising from acquisition of a subsidiary company (Note 6)	-	-	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	977,335	3,346	6,009	5,725,600
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	<u>4,508,808</u>	<u>58,672</u>	<u>139,987</u>	<u>3,346</u>	<u>1,870</u>	<u>4,712,683</u>

Restated

Cost:						
At 1 May 2014	4,652,000	56,752	958,274	-	4,556	5,671,582
Addition during the year	-	-	-	-	977	977
Deferred tax liability recognised	-	-	(755)	-	-	(755)
Arising from acquisition of a subsidiary company	-	-	9,129	-	-	9,129
Exchange differences	23,000	(210)	2,540	-	9	25,339
At 30 April 2015	4,675,000	56,542	969,188	-	5,542	5,706,272
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	<u>4,541,772</u>	<u>56,542</u>	<u>505,105</u>	<u>-</u>	<u>2,205</u>	<u>5,105,624</u>

10 INTANGIBLE ASSETS (CONT'D)

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 dealerships business segment.

Allocation of goodwill

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

	Group	
	2017 RM'000	2016 RM'000
Toto betting operations and related activities in Malaysia	-	21,782
Motor vehicle dealerships	80,482	82,886
Property development and property investment	14,679	15,576
Hotels and resorts	20,506	19,743
	<u>115,667</u>	<u>139,987</u>

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

- (i) RM642,991,000 (2016 : RMNil) and RM21,782,000 (2016 : RM373,265,000) in respect of gaming rights and 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 RM1,424,776,000 (2016 : RM1,739,636,000);
- (ii) RMNil (2016 : RM9,848,000) and RM2,735,000 (2016 : RMNil) 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 RM30,258,000 (2016 : RM42,549,000); and
- (iii) RM897,000 in respect of goodwill allocated to a foreign subsidiary company in the property development and property investment business segment following the sale of foreign development project.

The total impairment loss of RM25,414,000 (2016 : RM373,265,000) in respect of goodwill has been accounted for in profit or loss as disclosed in Note 31. The Group's share of impairment loss of RM642,991,000 (2016 : RM9,848,000) in respect of gaming rights is accounted for as a reduction of the fair value reserve as disclosed in Note 19(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.

10 INTANGIBLE ASSETS (CONT'D)

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 value less costs to sell of the respective CGUs. VIU is calculated using cash flow projections based on financial budgets covering a four-and-half-year to a five-year period. Fair value less costs to sell is 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 the CGUs:

(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% (2016 : 1.0% and 5.0%) are consistent with the long-term average growth rates for the relevant industries, including the gaming business segment.

(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% (2016 : 6.0% to 11.8%), of which 9.0% to 11.5% (2016 : 9.5% to 11.5%) have been applied to the gaming business segment.

(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 in the range of 1.0% to 1.5% (2016 : 1.0% to 2.5%), of which 1.5% (2016 : 2.5%) has been applied to the gaming business segment.

(v) Fair value less costs to sell

The fair value is 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.

Sensitivity to changes in assumptions

For the Malaysian toto betting business segment, which goodwill has been fully impaired in the current year, the recoverable amount of Gaming Rights - Licence based on VIU computation, remains sensitive towards possible negative changes in terminal and revenue growth rates due to the unanticipated regulatory and economic changes.

10 INTANGIBLE ASSETS (CONT'D)

Impairment test on Gaming Rights, Dealerships, Customer Relationships and Goodwill (Cont'd)

Sensitivity to changes in assumptions (cont'd)

Should the terminal growth rate decrease by 0.5% with all other variables held constant, the carrying amount of the gaming rights of the Malaysian toto betting business segment is expected to be further impaired by RM166,234,000. Similarly, if no growth in revenue is anticipated in 2018, with all other variables remaining constant, the carrying amount of the gaming rights of the Malaysian toto betting business segment is expected to be further impaired by RM195,483,000.

As for the Philippines leasing of online lottery equipment operations, the achievability of the VIU is principally dependent on the successful renewal of the ELA. The ELA was granted a transitional extension of three years to August 2018, pending the outcome of the on-going arbitration proceedings. Details of the transitional extension and the arbitration proceedings are disclosed in Note 40. In the event of a negative outcome of the arbitration proceedings, the remaining amount of Gaming Rights - ELA may need to be impaired immediately. The carrying amount of the Gaming Rights - ELA as of the reporting date amounted to RM85,601,000 (2016 : RM108,808,000).

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.

11 PROPERTY DEVELOPMENT COSTS

	Group	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015		
- freehold land	208,615	615,669
- long leasehold land	72	7,191
- land use rights	1	8,474
- development costs	138,436	885,909
	347,124	1,517,243
Costs incurred during the year:		
- freehold land	53,356	69,857
- development costs	138,199	373,121
	191,555	442,978
Costs recognised in profit or loss:		
- at 1 May 2016/2015	(95,914)	(153,009)
- recognised during the year	(140,163)	(132,286)
- eliminated during the year due to completion of project	-	189,381
- at 30 April 2017/2016	(236,077)	(95,914)
Transferred during the year:		
- from/(to) land held for development	51,109	(947,450)
- to assets held for sale	-	(490,224)
- to inventories	-	(10,588)
- to receivables	-	(7,119)
	51,109	(1,455,381)

11 PROPERTY DEVELOPMENT COSTS (CONT'D)

	Group	
	2017	2016
	RM'000	RM'000
Costs eliminated during the year due to completion of project:		
- freehold land	-	(3,101)
- development costs	-	(186,280)
	-	(189,381)
Disposed during the year:		
- long leasehold land	(1)	-
- land use rights	(1)	-
- development costs	(6,138)	-
	(6,140)	-
Accumulated impairment losses:		
At 1 May 2016/2015	(5,827)	(12,946)
Write-off/Reversal of impairment loss and 30 April 2017/2016	5,827	7,119
	-	(5,827)
Exchange differences	(192)	31,665
Carrying amount at 30 April 2017/2016	347,379	245,383

Included in the property development costs is interest capitalised for the year of RM3,284,000 (2016 : RM2,363,000).

During the previous 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 RM223,077,000 (2016 : RM200,568,000) are pledged to financial institutions for credit facilities granted to certain of the subsidiary companies.

12 INVENTORIES

	Group	
	2017	2016
	RM'000	RM'000
At cost:		
Vehicles	254,427	407,544
Property inventories	103,892	111,146
Stores and consumables	20,447	18,873
Gaming equipment components and parts	959	1,823
Ticket inventories	4,741	3,558
Work-in-progress	4,212	14,103
Raw materials	13,729	9,624
Finished goods and inventories for resale	5,622	6,412
	408,029	573,083
At net realisable value:		
Vehicles	83,731	8,761
Property inventories	960	960
Stores and consumables	1,793	2,552
	494,513	585,356

12 INVENTORIES (CONT'D)

The cost of inventories recognised as an expense during the current financial year amounted to RM2,145,793,000 (2016 : RM2,017,105,000). Property inventories with an aggregate carrying amount of RM66,307,000 (2016 : RM66,307,000) are pledged to financial institutions for credit facilities granted to the Company and certain of its subsidiary companies.

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

13 RECEIVABLES

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<u>CURRENT</u>				
Trade receivables				
Third parties	254,606	148,684	-	-
Less: Allowance for impairment	(12,212)	(12,938)	-	-
	<u>242,394</u>	<u>135,746</u>	<u>-</u>	<u>-</u>
Other receivables				
Sundry receivables	221,073	283,087	300	330
Amount receivable from disposal of Great Mall Project (Note 47(d))	598,884	-	-	-
Refundable deposits	14,233	22,221	837	867
Amounts owing by :				
- subsidiary companies	-	-	1,536,181	1,182,958
- related companies	10,447	6,496	299	2,657
- associated companies	443,385	288,101	283,319	208,652
	<u>1,288,022</u>	<u>599,905</u>	<u>1,820,936</u>	<u>1,395,464</u>
Less: Allowance for impairment:				
- Sundry receivables	(6,231)	(7,644)	(166)	(166)
- Amounts owing by associated companies	(444)	(440)	(9)	(9)
	<u>1,281,347</u>	<u>591,821</u>	<u>1,820,761</u>	<u>1,395,289</u>
Other current assets				
Sundry receivables	39,368	35,367	286	295
Prepayments	299,942	290,547	5,024	5,009
Deposits for acquisition of assets	6,552	6,288	-	-
Dividend receivable	470	-	4,870	107,621
Accrued billings in respect of property development costs/property sales	43,033	37,435	-	-
	<u>389,365</u>	<u>369,637</u>	<u>10,180</u>	<u>112,925</u>
Total current receivables	<u>1,913,106</u>	<u>1,097,204</u>	<u>1,830,941</u>	<u>1,508,214</u>

13 RECEIVABLES (CONT'D)

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<u>NON-CURRENT</u>				
Other receivables				
Amounts owing by:				
- joint ventures	696,126	612,198	-	-
- subsidiary companies	-	-	1,083,961	1,339,183
	<u>696,126</u>	<u>612,198</u>	<u>1,083,961</u>	<u>1,339,183</u>
Less: Allowance for impairment:				
- Amounts owing by subsidiary companies	-	-	(66,142)	(86,813)
Total non-current receivables	<u>696,126</u>	<u>612,198</u>	<u>1,017,819</u>	<u>1,252,370</u>
Total receivables	<u>2,609,232</u>	<u>1,709,402</u>	<u>2,848,760</u>	<u>2,760,584</u>

As at 30 April 2017, 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, except as disclosed in Note (a) below.

(a) Trade receivables

The Group's trade receivables are non-interest bearing with credit term ranging from 1 to 60 (2016 : 1 to 60) days. They are recognised at their original invoice amounts which represent their fair values on initial recognition. Included in the trade receivables of the Group is an amount due from a related company to a foreign subsidiary of the Group amounting to RM72,897,000 (2016 : RMNil).

Ageing analysis of trade receivables

The ageing analysis of trade receivables is as follows:

	Group	
	2017 RM'000	2016 RM'000
Neither past due nor impaired	108,926	90,310
1 to 30 days past due not impaired	108,264	22,062
31 to 60 days past due not impaired	10,876	5,354
61 to 90 days past due not impaired	2,027	3,127
91 to 365 days past due not impaired	5,366	6,118
More than 365 days past due not impaired	6,192	8,458
	132,725	45,119
Impaired	12,955	13,255
	<u>254,606</u>	<u>148,684</u>

13 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 RM132,725,000 (2016 : RM45,119,000) 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	
	2017 RM'000	2016 RM'000
Trade receivables - nominal amounts	12,955	13,255
Less: Allowance for impairment	(12,212)	(12,938)
	743	317

Movement in allowance accounts

	Group	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	12,938	12,950
Charge for the year (Note 33)	996	1,663
Reversal of impairment loss (Note 29)	(670)	(426)
Written off	(1,050)	(1,269)
Exchange differences	(2)	20
At 30 April 2017/2016	12,212	12,938

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.

13 RECEIVABLES (CONT'D)

(b) Other receivables: current and non-current

Movement in allowance accounts

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
At 1 May 2016/2015	8,084	26,939	86,988	24,683
Charge for the year (Notes 31, 33)	165	4,876	19,973	70,668
Reversal of impairment loss (Notes 29, 30)	(134)	(2,015)	(40,644)	(8,363)
Written off	(1,388)	(21,716)	-	-
Exchange differences	(52)	-	-	-
At 30 April 2017/2016	<u>6,675</u>	<u>8,084</u>	<u>66,317</u>	<u>86,988</u>

Included in sundry receivables of the Group of the previous financial year was an advance made by a foreign subsidiary company to a foreign property investments venture company amounted to RM62,553,000. During the current financial year, this foreign property investments venture company became an associated company of the Group. The advance which is repayable on demand and interest-bearing is now included in amounts owing by associated companies.

The Group has no significant concentration of credit risk that may arise for exposures to a single debtor or a group of debtors except for the amount receivable from the disposal of the Great Mall Project (Note 47(d)) amounting to RM598,884,000 and the amounts owing by joint ventures and associated companies. 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.

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 RM1,816,433,000 (2016 : RM1,614,605,000) 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.

The amounts owing by associated companies of the Group are unsecured, repayable on demand and non-interest bearing except for a gross amount totalling RM77,513,000 (2016 : RM8,297,000) which are interest bearing.

Amounts owing by joint ventures are unsecured, interest-bearing with schedule of repayments ranging from 2 to 20 (2016 : 2 to 20) years.

(c) Other current assets

Included in sundry receivables of the Group are advance payments of RM39,029,000 (2016 : RM34,472,000) 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 (2016 : RM230,724,000) which relates to a proposed project for the relocation of a turf club. The amount was prepaid to a related company as disclosed in Note 47(g).

13 RECEIVABLES (CONT'D)

(c) Other current assets (cont'd)

Deposits for acquisition of assets of the Group comprise:

- an amount of RM3,516,000 (2016 : RM3,142,000) paid in respect of acquisition of aircraft by a subsidiary company; and
- an amount of RM3,036,000 (2016 : RM3,146,000) paid in respect of acquisition of properties by foreign subsidiary companies.

14 SHORT TERM INVESTMENTS

	Group	
	2017 RM'000	2016 RM'000
Unit trust funds in Malaysia, at fair value	9,006	9,302

15 DEPOSITS

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Deposits with:				
- Licensed banks	410,800	497,655	27,402	26,082
- Other financial institutions	15,193	31,673	-	-
	<u>425,993</u>	<u>529,328</u>	<u>27,402</u>	<u>26,082</u>

Included in deposits are:

- (a) amounts which are restricted in usage:
- (i) RM47,707,000 (2016 : RM36,228,000) and RM27,402,000 (2016 : RM26,082,000) held in debt service reserve accounts for the Group and the Company respectively;
 - (ii) RM7,296,000 (2016 : RM6,610,000) pledged for credit facilities granted to certain subsidiary companies of the Group; and
 - (iii) RM4,163,000 (2016 : RMNil) being deposits with maturity more than 3 months.
- (b) RM26,488,000 (2016 : RM28,820,000) 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	
	2017 %	2016 %	2017 %	2016 %
Licensed banks	3.11	3.29	2.62	3.18
Other financial institutions	1.03	1.48	-	-

15 DEPOSITS (CONT'D)

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

	Group		Company	
	2017 Days	2016 Days	2017 Days	2016 Days
Licensed banks	13	17	16	15
Other financial institutions	74	67	-	-

16 CASH AND BANK BALANCES

Included in cash and bank balances are:

- (a) amounts which are restricted in usage:
- (i) RM7,736,000 (2016 : RM24,949,000) and RM4,813,000 (2016 : RM4,193,000) held in debt service reserve accounts for the Group and the Company respectively;
 - (ii) RM1,594,000 (2016 : RM125,364,000) pledged for credit facilities granted to foreign subsidiary companies of the Group; and
 - (iii) RM14,625,000 (2016 : RMNil) held in an escrow account for credit facility granted to a subsidiary company.
- (b) amounts totalling RM57,568,000 (2016 : RM128,022,000) held pursuant to Section 7A of the Housing Development (Control and Licensing) Act, 1966.
- (c) monies held for the operations of recreational clubs and time share operations amounting to RM695,000 (2016 : RM390,000).

Included in cash and bank balances of the Group in the previous financial year was an amount of RM612,848,000 being the receipt of part of the sales consideration for the disposal of a foreign development project as disclosed in Note 47(d) which was held in escrow.

17 ASSETS OF DISPOSAL GROUP/ASSETS CLASSIFIED AS HELD FOR SALE

The disposal group classified as held for sale in the current financial year comprised assets and liabilities of a subsidiary company, Berjaya Long Beach Resort Limited Liability Company ("BLong Beach"). Details of the proposed disposal of the Group's entire 70% equity interest in BLong Beach are disclosed in Note 47(f).

Details of disposal group are as follows:

	2017 RM'000
Assets	
Property, plant and equipment (Note 3)	41,636
Inventories	109
Receivables	1,008
Cash and bank balances	163
Assets of disposal group classified as held for sale	42,916
Liabilities	
Payables, representing liabilities directly associated with disposal group classified as held for sale	2,775

17 ASSETS OF DISPOSAL GROUP/ASSETS CLASSIFIED AS HELD FOR SALE (CONT'D)

Assets classified as held for sale in the previous financial year 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. Further details are provided in Note 47(d);
- (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 metres of vacant land with carrying amount of RM1,056,000.

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

18 SHARE CAPITAL

	Group and Company			
	No. of ordinary shares		Amount	
	2017 '000	2016 '000	2017 RM'000	2016 RM'000
Authorised:				
At beginning of the year and at end of the year *	-	10,000,000	-	5,000,000
Issued and paid-up:				
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	
	2017 No. of shares '000	2016 No. of shares '000
Issued and paid-up ordinary shares with voting rights:		
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 20)	(10,943)	(10,943)
	<u>4,989,394</u>	<u>4,989,394</u>

* *The Companies Act 2016 which came into effect on 31 January 2017 has abolished the concept of Authorised Share Capital.*

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.

19 RESERVES

	2017 RM'000	Group 2016 RM'000 Restated	At 1.5.2015 RM'000 Restated
Non-distributable:			
Foreign currency translation reserve (Note a)	234,019	122,525	(3,354)
Fair value reserve (Note b)	1,179,509	1,385,254	1,420,479
Consolidation reserve (Note c)	81,842	102,109	104,010
Available-for-sale reserve (Note d)	5,215	4,891	13,114
Capital reserve (Note e)	116,528	10,804	10,804
Distributable:			
Retained earnings	425,604	226,737	467,982
	<u>2,042,717</u>	<u>1,852,320</u>	<u>2,013,035</u>

	Company	
	2017 RM'000	2016 RM'000
Non-distributable:		
Available-for-sale reserve (Note d)	1,874	-
Distributable:		
Retained earnings (Note f)	740,193	786,831
	<u>742,067</u>	<u>786,831</u>

(a) Foreign currency translation reserve

	Group	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	122,525	(3,354)
Current year movement	111,494	88,189
Transfer to profit or loss upon disposal	-	37,690
At 30 April 2017/2016	<u>234,019</u>	<u>122,525</u>

(b) Fair value reserve

	2017 RM'000	Group 2016 RM'000 Restated	1.5.2015 RM'000 Restated
At 1 May 2016/2015/2014	1,385,254	1,420,479	1,468,595
Impairment in value of gaming rights (note (i))	(257,518)	(3,572)	(48,116)
Reversal of deferred tax liability arising from impairment of gaming rights (note (ii))	61,804	-	-
Recognition of deferred tax liability	-	(15,429)	-
Transfer to non-controlling interests	-	(6,152)	-
Transfer to retained earnings	(10,031)	(10,072)	-
At 30 April 2017/2016/2015	<u>1,179,509</u>	<u>1,385,254</u>	<u>1,420,479</u>

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

19 RESERVES (CONT'D)

(b) Fair value reserve (Cont'd)

- (i) In the current financial year, the Group recognised an impairment loss of RM642,991,000 (2016 : RM9,848,000) in respect of its gaming rights, as disclosed in Note 10. The Group has accounted for its share of the aforementioned impairment loss amounting to RM257,518,000 (2016 : RM3,572,000) in the fair value reserve.
- (ii) As a consequence to the recognition of impairment loss of the current financial year , the Group recognised its share of reversal of the related deferred tax liability amounting to RM61,804,000.

(c) Consolidation reserve

	2017 RM'000	Group 2016 RM'000 Restated	At 1.5.2015 RM'000 Restated
At 1 May 2016/2015/2014	102,109	104,010	104,010
Arising from:			
- decrease in equity interest in a subsidiary company	2,891	-	-
- increase in equity interest in a subsidiary company	(23,158)	(1,901)	-
At 30 April 2017/2016/2015	<u>81,842</u>	<u>102,109</u>	<u>104,010</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.

(d) Available-for-sale reserve

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
At 1 May 2016/2015	4,891	13,114	-	-
Changes in fair values of available-for-sale financial assets during the year	376	(8,924)	1,874	-
Transfer to profit or loss upon disposal	(52)	701	-	-
At 30 April 2017/2016	<u>5,215</u>	<u>4,891</u>	<u>1,874</u>	<u>-</u>

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.

19 RESERVES (CONT'D)

(e) Capital reserve

	Group	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	10,804	10,804
Transferred from distributable earnings arising from a subsidiary company's bonus issue of shares	105,724	-
At 30 April 2017/2016	<u>116,528</u>	<u>10,804</u>

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.

20 TREASURY SHARES

	Group and Company			
	2017 No. of shares '000	2016 No. of shares '000	2017 RM'000	2016 RM'000
At beginning and end of the year	<u>10,943</u>	<u>10,943</u>	<u>20,699</u>	<u>20,699</u>

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 renewal of the Company's 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 13 October 2016.

The shares bought back are held as treasury shares and none of these shares were cancelled or distributed during the financial year.

21 LONG TERM BORROWINGS

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<u>Secured:</u>				
Term loans	1,285,213	1,658,660	412,449	315,330
Amount repayable within 12 months included in short term borrowings (Note 26)	(631,073)	(579,639)	(297,815)	(133,925)
	654,140	1,079,021	114,634	181,405
Medium term notes (Note a)	1,423,700	1,448,205	648,700	648,205
Amount repayable within 12 months included in short term borrowings (Note 26)	(529,480)	(105,000)	(274,480)	-
	894,220	1,343,205	374,220	648,205
Other bank borrowings	231,106	356,930	106,936	192,479
	1,779,466	2,779,156	595,790	1,022,089
Hire purchase and finance lease liabilities (Note b)	90,542	88,859	830	1,519
Amount repayable within 12 months included in short term borrowings (Note 26)	(87,672)	(8,990)	(388)	(638)
	2,870	79,869	442	881
	<u>1,782,336</u>	<u>2,859,025</u>	<u>596,232</u>	<u>1,022,970</u>

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, 6, 7, 9, 11, 12, 15 and 16. The term loans and other bank borrowings bear floating interest at rates ranging from 2.00% to 7.08% (2016 : 2.34% to 8.85%) per annum for the Group and from 4.91% to 6.19% (2016 : 4.59% to 6.30%) per annum for the Company.

Details of the outstanding long term borrowings are as follows:

Long term borrowings	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Amounts repayable within :				
More than 1 year				
but not later than 2 years	469,823	1,041,878	95,221	492,381
More than 2 years				
but not later than 5 years	1,127,321	1,394,349	501,011	415,797
More than 5 years	185,192	422,798	-	114,792
	<u>1,782,336</u>	<u>2,859,025</u>	<u>596,232</u>	<u>1,022,970</u>

21 LONG TERM BORROWINGS (CONT'D)

(a) Medium term notes

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

	Group	
	2017 RM'000	2016 RM'000
STM MTN	800,000	800,000
BLB MTN	650,000	650,000
	1,450,000	1,450,000

- (i) STM MTN comprises 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 2017, STM MTN totalling RM775,000,000 (2016 : RM800,000,000) 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 a corporate guarantee provided by BToto.

- (ii) BLB MTN comprises a MTN programme of RM650,000,000 in nominal value issued by the Company. As at 30 April 2017, BLB MTN totalling to RM650,000,000 (2016 : 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:

<u>CURRENT</u>		Group		Company	
Maturity		2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
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	199,622	-	199,622	-
4.65% p.a.	December 2017	74,858	-	74,858	-
Amount repayable					
within 12 months included					
in short term borrowings (Note 26)		529,480	105,000	274,480	-

21 LONG TERM BORROWINGS (CONT'D)

(a) Medium term notes (Cont'd)

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

NON-CURRENT		Group		Company	
		2017	2016	2017	2016
	Maturity	RM'000	RM'000	RM'000	RM'000
Secured with fixed rate:					
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
4.30% p.a.	June 2018	50,000	-	-	-
4.47% p.a.	June 2018	30,000	-	-	-
4.73% p.a.	June 2018	95,000	-	-	-
Amount repayable more than 1 year but not later than 2 years		175,000	528,985	-	273,985
4.73% p.a.	June 2018	-	95,000	-	-
4.82% p.a.	June 2019	200,000	200,000	-	-
4.88% p.a.	July 2019	145,000	145,000	-	-
4.95% p.a.	December 2019	199,584	199,584	199,584	199,584
4.85% p.a.	December 2019	74,844	74,844	74,844	74,844
5.35% p.a.	December 2021	99,792	-	99,792	-
Amount repayable more than 2 years but not later than 5 years		719,220	714,428	374,220	274,428
Amount repayable more than 5 years					
5.35% p.a.	December 2021	-	99,792	-	99,792
Total non-current MTNs		894,220	1,343,205	374,220	648,205

(b) Hire purchase and finance lease liabilities

Approximately RM2,073,000 (2016 : RM3,146,000) and RM442,000 (2016 : RM881,000) included in the hire purchase and finance lease liabilities of the Group and of the Company respectively are owing to a related company.

The hire purchase and finance lease liabilities bear interest at rates ranging from 2.99% to 8.50% (2016 : 2.99% to 5.85%) per annum.

21 LONG TERM BORROWINGS (CONT'D)

(b) Hire purchase and finance lease liabilities (Cont'd)

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

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Future minimum lease payments:				
1 year after reporting date	91,834	12,635	467	759
More than 1 year				
but not later than 2 years	1,404	12,178	273	498
More than 2 years				
but not later than 5 years	1,742	71,121	267	572
	94,980	95,934	1,007	1,829
Unexpired interest	(4,438)	(7,075)	(177)	(310)
	90,542	88,859	830	1,519
Amount repayable within 12 months included in short term borrowings (Note 26)	(87,672)	(8,990)	(388)	(638)
	2,870	79,869	442	881
Analysis of hire purchase and finance lease liabilities:				
1 year after reporting date	87,672	8,990	388	638
More than 1 year but				
but not later than 2 years	1,251	8,946	225	413
More than 2 years				
but not later than 5 years	1,619	70,923	217	468
	90,542	88,859	830	1,519

22 LONG TERM LIABILITIES

	Group	
	2017 RM'000	2016 RM'000
Club members' deposits (Note a)	10,419	16,621
Deferred membership fees (Note b)	58,294	78,382
Other deferred income (Note c)	33,959	22,518
Retention sum		
- property development projects	5,998	8,400
Rental deposits	2,612	3,179
	111,282	129,100

- (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.

23 RETIREMENT BENEFIT OBLIGATIONS

Retirement benefit obligations recognised by the Group is analysed into:

		Group	
		2017 RM'000	2016 RM'000
Current	- unfunded defined benefit plans	126	15
Non-current	- funded defined benefit plan	3,231	3,385
	- unfunded defined benefit plans	6,803	6,290
		10,034	9,675
		10,160	9,690

(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	
		2017 RM'000	2016 RM'000
At 1 May 2016/2015		3,385	3,818
Recognised in statement of profit or loss (Notes 33, 34 and 35)		935	802
Recognised in statement of comprehensive income		699	(658)
Employer's contribution		(1,961)	(722)
Exchange differences		173	145
At 30 April 2017/2016		3,231	3,385

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

		Group	
		2017 RM'000	2016 RM'000
Present value of the obligation		80,711	70,183
Fair value of plan assets		(77,480)	(66,798)
Deficit over plan assets		3,231	3,385

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

		Group	
		2017 RM'000	2016 RM'000
At 1 May 2016/2015		70,183	71,452
Current service cost and interest cost		3,172	3,348
Actuarial loss/(gain)		12,254	(4,395)
Benefits paid by the plan		(3,777)	(2,811)
Exchange differences		(1,121)	2,589
At 30 April 2017/2016		80,711	70,183

23 RETIREMENT BENEFIT OBLIGATIONS (CONT'D)

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

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

	Group	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	66,798	67,634
Interest income	2,237	2,546
Return on plan assets	11,555	(3,737)
Employer's contribution	1,961	722
Benefits paid by the plan	(3,777)	(2,811)
Exchange differences	(1,294)	2,444
At 30 April 2017/2016	77,480	66,798

The plan assets consist of the following:

	Group	
	2017 RM'000	2016 RM'000
Fixed income assets	76,850	66,540
Cash in bank	628	251
Others	2	7
	77,480	66,798

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	
	2017 RM'000	2016 RM'000
Current service costs recognised in directors' remuneration and employee benefit expenses (Notes 34 and 35)	763	626
Net interest costs (Note 32)	172	176
Retirement benefits recognised in profit or loss	935	802

Reported in the consolidated statement of comprehensive income:

	Group	
	2017 RM'000	2016 RM'000
Remeasurement losses arising from:		
Actuarial changes in financial assumptions	(11,986)	153
Actuarial changes in demographic assumptions	(1,361)	3,786
Return on plan assets	11,555	(3,737)
Experience adjustments arising from defined benefit obligations	1,093	456
	(699)	658
Deferred tax benefit/(expense)	180	(132)
Retirement benefits recognised in other comprehensive income	(519)	526

23 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.

	2017 RM'000	2016 RM'000	2015 RM'000	2014 RM'000	2013 RM'000
Present value of the obligation	80,711	70,183	71,452	64,913	3,077
Fair value of the plan assets	(77,480)	(66,798)	(67,634)	(61,451)	(434)
Deficit in the plan	<u>3,231</u>	<u>3,385</u>	<u>3,818</u>	<u>3,462</u>	<u>2,643</u>

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

	Group	
	2017	2016
Discount rate	<u>2.70% - 5.08%</u>	<u>3.50% - 5.11%</u>

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	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	6,305	5,705
Recognised in profit or loss (Notes 32 and 35)	785	628
Utilisation of provision during the year	(161)	(28)
At 30 April 2017/2016	<u>6,929</u>	<u>6,305</u>
Analysed as follows:		
Current	126	15
Non-current	6,803	6,290
	<u>6,929</u>	<u>6,305</u>

23 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:

	Group	
	2017	2016
	RM'000	RM'000
Current service cost (Note 35)	436	287
Interest cost (Note 32)	349	341
Retirement benefits recognised in profit or loss	785	628

	Group	
	2017	2016
Principal actuarial assumptions to determine benefit obligations:		
Discount rate in Malaysia (%)	5.50 - 6.00	6.00
Expected rate of salary increases (%)	6.00	6.00

A quantitative sensitivity analysis of the change in the rate is shown below:

	Increase / (decrease)		Impact on unfunded defined benefit obligations	
	2017	2016	2017	2016
	%	%	RM'000	RM'000
Discount rate	1	1	(834)	(839)
Future salary increase	1	1	1,048	1,144
Discount rate	(1)	(1)	1,002	1,012
Future salary decrease	(1)	(1)	(893)	(952)

The duration of the unfunded defined benefit obligations as at 30 April 2017 is between 11 and 16 (2016 : 11 and 16) years.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2017

24 DEFERRED TAX (ASSETS)/LIABILITIES

	2017 RM'000	Group 2016 RM'000 Restated	1.5.2015 RM'000 Restated
At 1 May 2016/2015/2014	1,173,255	1,162,114	1,169,419
Recognised in profit or loss (Note 36)	4,966	(32,711)	(6,909)
Arising from gaming rights with finite life	-	42,532	-
Recognised in other comprehensive income	(154,498)	132	(149)
Recognised in intangible assets	(283)	(281)	(755)
Arising from acquisition of a subsidiary company	-	35	-
Exchange differences	(1,072)	1,434	508
At 30 April 2017/2016/2015	1,022,368	1,173,255	1,162,114
Presented after appropriate offsetting as follows:			
Deferred tax assets	(38,653)	(45,348)	(22,955)
Deferred tax liabilities	1,061,021	1,218,603	1,185,069
	1,022,368	1,173,255	1,162,114

	Company	
	2017 RM'000	2016 RM'000
At 1 May 2016/2015	-	-
Recognised in profit or loss (Note 36)	-	-
At 30 April 2017/2016	-	-
Presented after appropriate offsetting as follows:		
Deferred tax assets	-	-
Deferred tax liabilities	-	-

The components and movements of deferred tax liabilities and assets during the financial year are as follows:

	Property, plant and equipment RM'000	Gaming rights/ Goodwill RM'000	Undistributed profits of an associated company 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
Deferred Tax									
Liabilities of the Group:									
At 1 May 2016	113,127	1,101,760	-	8,924	1,819	7,079	30,121	8,829	1,271,659
Recognised in profit or loss	443	(8,626)	4,475	1,027	(241)	(333)	1,033	(110)	(2,332)
Recognised in intangible assets	-	(283)	-	-	-	-	-	-	(283)
Recognised in other comprehensive income	-	(154,318)	-	-	-	-	-	-	(154,318)
Exchange differences	(107)	-	-	-	24	-	-	-	(83)
	113,463	938,533	4,475	9,951	1,602	6,746	31,154	8,719	1,114,643
Less: Set-off of deferred tax assets									(53,622)
At 30 April 2017									1,061,021
Restated									
At 1 May 2015	119,834	1,068,015	-	9,646	2,005	7,198	28,492	10,102	1,245,292
Recognised in profit or loss	(7,886)	(8,506)	-	(722)	(335)	(119)	1,629	(1,273)	(17,212)
Recognised in intangible assets	-	(281)	-	-	-	-	-	-	(281)
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	1,101,760	-	8,924	1,819	7,079	30,121	8,829	1,271,659
Less: Set-off of deferred tax assets									(53,056)
At 30 April 2016									1,218,603
Restated									
At 1 May 2014									
- as previously reported	136,205	-	-	10,674	2,874	10,584	28,706	10,950	199,993
- prior year adjustment (Note 2.6)	-	1,068,770	-	-	-	-	-	-	1,068,770
- as restated	136,205	1,068,770	-	10,674	2,874	10,584	28,706	10,950	1,268,763
Reclassification	(78)	-	-	444	238	(444)	-	-	160
Recognised in profit or loss	(16,004)	-	-	(1,472)	(1,236)	(2,942)	(214)	(848)	(22,716)
Recognised in intangible assets	-	(755)	-	-	-	-	-	-	(755)
Exchange differences	(289)	-	-	-	129	-	-	-	(160)
	119,834	1,068,015	-	9,646	2,005	7,198	28,492	10,102	1,245,292
Less: Set-off of deferred tax assets									(60,223)
At 30 April 2015									1,185,069

24 DEFERRED TAX (ASSETS)/LIABILITIES (CONT'D)

	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
Deferred Tax Assets of the Group:					
At 1 May 2016	(47,132)	(44,873)	(599)	(5,800)	(98,404)
Recognised in profit or loss	5,968	1,665	577	(912)	7,298
Recognised in other comprehensive income	-	-	-	(180)	(180)
Exchange differences	129	(1,070)	-	(48)	(989)
	<u>(41,035)</u>	<u>(44,278)</u>	<u>(22)</u>	<u>(6,940)</u>	<u>(92,275)</u>
					<u>53,622</u>
At 30 April 2017					<u>(38,653)</u>
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
	<u>(47,132)</u>	<u>(44,873)</u>	<u>(599)</u>	<u>(5,800)</u>	<u>(98,404)</u>
					<u>53,056</u>
At 30 April 2016					<u>(45,348)</u>
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
	<u>(33,956)</u>	<u>(42,830)</u>	<u>(8)</u>	<u>(6,384)</u>	<u>(83,178)</u>
					<u>60,223</u>
At 30 April 2015					<u>(22,955)</u>
Deferred Tax Liabilities of the Company:					
				Property, plant and equipment RM'000	Total RM'000
At 1 May 2016				253	253
Recognised in profit or loss				(62)	(62)
				<u>191</u>	<u>191</u>
Less: Set-off of deferred tax assets					<u>(191)</u>
At 30 April 2017					<u>-</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					<u>(253)</u>
At 30 April 2016					<u>-</u>
Deferred Tax Assets of the Company:					
		Unabsorbed capital allowances RM'000	Other payables RM'000		Total RM'000
At 1 May 2016		(149)	(104)		(253)
Recognised in profit or loss		77	(15)		62
		<u>(72)</u>	<u>(119)</u>		<u>(191)</u>
Less: Set-off of deferred tax liabilities					<u>191</u>
At 30 April 2017					<u>-</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					<u>253</u>
At 30 April 2016					<u>-</u>

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for the year ended 30 April 2017

24 DEFERRED TAX (ASSETS)/LIABILITIES (CONT'D)

Deferred tax assets have not been recognised in respect of the following items:

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Unutilised tax losses	455,073	495,915	-	-
Unabsorbed capital allowances	271,284	316,111	4,193	4,673
Investment tax allowances	56,135	97,237	-	-
Others	91,364	49,624	-	-
	<u>873,856</u>	<u>958,887</u>	<u>4,193</u>	<u>4,673</u>

Deferred tax assets have not been recognised in respect of the unutilised tax losses, unabsorbed capital allowances, investment tax 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, investment tax 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.

25 PAYABLES

	2017 RM'000	Group 2016 RM'000 Restated	At 1.5.2015 RM'000 Restated
Trade payables	272,508	311,878	224,806
Other payables			
Other payables	163,604	135,249	91,139
Accruals	307,032	295,555	272,766
Payable for acquisition of assets	162,881	162,897	276,266
Agency deposits	37,841	37,725	37,566
Pool betting duty payables	78,565	23,681	22,725
Deposit received for disposal of Great Mall Project	-	646,131	-
Refundable deposits	186,005	161,515	113,060
Amounts owing to:			
- related companies	52,387	108,597	20,659
- associated companies	107	174	109
	988,422	1,571,524	834,290
Other current liabilities			
Deposits	5,602	6,092	17,976
Deferred income	6,932	9,168	9,988
Progress billings in respect of property development costs/property sales	69,928	79,296	51,864
Dividend payable	507	702	1,608
	82,969	95,258	81,436
Total payables	1,343,899	1,978,660	1,140,532

	Company	
	2017 RM'000	2016 RM'000
Other payables	1,387	1,664
Accruals	15,594	16,190
Amounts owing to:		
- subsidiary companies	1,001,865	976,908
- related companies	5,129	693
- associated companies	107	154
	1,024,082	995,609

(a) Trade payables

These amounts are non-interest bearing. The normal trade credit terms granted to the Group range from 1 to 183 (2016 : 1 to 183) days.

Included in the trade payables is an amount of RM70,553,000 (2016 : RM63,165,000) due to the main contractor of the Jeju Project as referred to in Notes 2.5(a)(viii) and 40. The main contractor has a lien over the Jeju Project as disclosed in Note 5.

25 PAYABLES (CONT'D)

(b) Other payables

Included in other payables are advances from certain directors of subsidiary companies amounting to RM2,132,000 (2016 : RM2,096,000).

Included in accruals of the Group are accrued contributions to the National Sports Council and accrual for gaming tax payable to the Ministry of Finance.

Payable for acquisition of assets relates to the balance purchase price of several parcels of freehold land acquired by a subsidiary company.

Deposit received in the previous financial year for the disposal of Great Mall Project has been recognised as part of the sales consideration, upon fulfilment of all conditions precedent as disclosed in Note 47(d).

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 RM67,803,000 (2016 : RM32,811,000) which are non-interest bearing.

26 SHORT TERM BORROWINGS

	2017 RM'000	Group 2016 RM'000 Restated	At 1.5.2015 RM'000 Restated
Secured:			
Amount repayable within 12 months:			
- Term loans (Note 21)	631,073	579,639	597,731
- Medium term notes (Note 21)	529,480	105,000	200,000
Other short term borrowings	394,835	230,170	205,239
Vehicle stocking loans	281,121	320,345	243,786
Bank overdrafts	7,816	9,586	23,267
	<u>1,844,325</u>	<u>1,244,740</u>	<u>1,270,023</u>
Amount repayable within 12 months:			
Hire purchase and finance lease liabilities (Note 21)	87,672	8,990	7,995
	<u>1,931,997</u>	<u>1,253,730</u>	<u>1,278,018</u>
		Company	
		2017 RM'000	2016 RM'000
Secured:			
Amount repayable within 12 months:			
- Term loans (Note 21)		297,815	133,925
- Medium term notes (Note 21)		274,480	-
Other short term borrowings		178,549	81,574
Bank overdrafts		1,450	-
		<u>752,294</u>	<u>215,499</u>
Amount repayable within 12 months:			
Hire purchase and finance lease liabilities (Note 21)		388	638
		<u>752,682</u>	<u>216,137</u>

26 SHORT TERM BORROWINGS (CONT'D)

The secured borrowings are secured by certain quoted shares, properties, vehicles, deposits and cash and bank balances of the Company and its subsidiary companies as mentioned in Notes 3, 4, 5, 6, 7, 9, 11, 12, 15 and 16.

The short term borrowings bear floating interest at rates ranging from 2.96% to 10.50% (2016 : 2.75% to 9.35%) per annum for the Group and from 4.90% to 10.50% (2016 : 4.59% to 8.85%) per annum for the Company.

The vehicle stocking loans obtained by foreign subsidiary companies bear interest at the rate of 1.70% (2016 : 2.10%) per annum.

Approximately RM1,707,000 (2016 : RM2,006,000) and RM388,000 (2016 : RM638,000) included in the hire purchase and finance lease liabilities of the Group and of the Company respectively represent amounts owing to a related company.

27 PROVISIONS

	Group	
<u>Sales warranty</u>	2017	2016
	RM'000	RM'000
At 1 May 2016/2015	447	124
Additional provision during the year (Note 33)	1,002	539
Utilised during the year	(144)	(202)
Exchange differences	83	(14)
At 30 April 2017/2016	1,388	447
<u>Restoration costs</u>		
At beginning of the year and at end of the year	971	971
Total	2,359	1,418

(a) Sales warranty

A foreign subsidiary company provides 3 to 12 (2016 : 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.

28 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

	2017 RM'000	2016 RM'000
Toto betting and leasing of lottery equipment income	3,261,228	3,313,741
Sales of motor vehicles, charges for aftersales services, repairs and maintenance services rendered	2,345,438	2,174,907
Income from supply of goods and services from hotels, resorts, theme park operations and casino operations	299,945	284,986
Contract revenue and sale of property inventories	239,084	333,286
Income from chartered and scheduled flights	8,607	10,512
Membership fees and subscriptions	69,349	67,002
Rental income from investment properties	43,911	46,846
Sale of lottery and voting systems and spare parts	103,804	52,717
	<u>6,371,366</u>	<u>6,283,997</u>

Company

	2017 RM'000	2016 RM'000
Gross dividend income		
- from unquoted subsidiary companies	40,000	102,630
- from a quoted subsidiary company	29,212	36,615
- from a quoted associated company	-	332
	<u>69,212</u>	<u>139,577</u>
Management fees receivable		
- from subsidiary companies	940	940
- from an associated company	240	240
	<u>1,180</u>	<u>1,180</u>
	<u>70,392</u>	<u>140,757</u>

29 OTHER INCOME

Included in other income are the following:

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Operating lease income, other than those relating to investment properties	9,849	9,766	-	-
Reversal of impairment loss on receivables	804	2,441	-	-
Finance income - loans and receivables and other liabilities at amortised costs	3,329	2,989	-	-

29 OTHER INCOME (CONT'D)

Included in other income are the following (cont'd):

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Gain on disposal of property, plant and equipment	22,606	429	64	59
Gain on foreign exchange - realised	6,998	3,965	-	-
- unrealised	112,332	99,753	28,366	40,821
	<u>112,332</u>	<u>99,753</u>	<u>28,366</u>	<u>40,821</u>

30 INVESTMENT RELATED INCOME

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Interest income on loans and receivables:				
- fixed and other deposits	19,548	20,055	1,534	1,442
- inter-company				
- subsidiary companies	-	-	35,809	36,293
- related companies	525	15	16	15
- joint ventures	24,725	24,960	-	-
- others	11,760	9,902	-	-
	56,558	54,932	37,359	37,750
Dividend income (gross) from:				
- available-for-sale investments				
- quoted in Malaysia	1,739	1,035	470	-
- quoted outside Malaysia	155	148	-	-
Net gains of fair value through profit or loss investments quoted in Malaysia	1,713	-	362	-
Net fair value gain on available-for-sale equity investment transferred from equity upon disposal	141	-	-	-
Net gain on deemed disposal of a subsidiary company	-	25,958	19,335	-
Net gain on remeasurement of retained equity interest in a former subsidiary company	-	122,271	-	-
Fair value adjustment on investment properties (Note 4)	15,853	11,345	-	-
Reversal of impairment of investments in subsidiary companies	-	-	-	8,768
Reversal of impairment of amounts owing from subsidiary companies	-	-	40,644	8,363
Writeback of amounts owing from subsidiary companies	-	-	-	235,820
Balance carried forward	<u>76,159</u>	<u>215,689</u>	<u>98,170</u>	<u>290,701</u>

30 INVESTMENT RELATED INCOME (CONT'D)

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Balance brought forward	76,159	215,689	98,170	290,701
Writeback of investments in subsidiary companies	-	-	-	3,800
Gain on settlement of surrendering certain assets and lease interests to relevant authorities	184,639	-	-	-
Reversal of impairment of property, plant and equipment	-	31,057	-	-
Reversal of impairment of land held for development	-	8,802	-	-
Reversal of impairment of property development costs	-	7,119	-	-
Reversal of impairment of unquoted investments	-	2,523	-	-
Gain on disposal of unquoted investments	948	95	-	-
Contribution arising from waiver of loan from an associated company	6,450	-	-	-
	<u>268,196</u>	<u>265,285</u>	<u>98,170</u>	<u>294,501</u>

31 INVESTMENT RELATED EXPENSES

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Impairment of goodwill	25,414	373,265	-	-
Impairment of assets held for sale	-	131,612	-	-
Impairment of available-for-sale of quoted equity investments	895	564	-	-
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	4,621	28,650	-	-
Impairment in value of property, plant and equipment	7,070	16,266	-	-
Impairment in value of unquoted investments	-	7,497	-	-
Loss on disposal of quoted investments	-	566	-	-
Balance carried forward	<u>38,000</u>	<u>565,279</u>	<u>-</u>	<u>1,450</u>

31 INVESTMENT RELATED EXPENSES (CONT'D)

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Balance brought forward	38,000	565,279	-	1,450
Net fair value loss on available- for-sale equity investment transferred from equity upon disposal	-	1,191	-	-
Loss on disposal of Great Mall Project	4,464	-	-	-
Loss on deemed disposal of an associated company	8,578	-	-	-
Liquidated ascertained damages on termination of sale and purchase agreement	-	1,903	-	-
Impairment loss on amounts owing from subsidiary companies	-	-	19,973	70,668
Write-off of amounts owing from subsidiary companies	-	-	18,403	33,587
Impairment loss on amounts owing from:				
- a joint venture	-	1,226	-	-
- an associated company	-	2	-	-
Write-off of investment in a subsidiary company	-	-	2,000	-
Impairment in value of investment in subsidiary companies	-	-	43,582	19,652
	<u>51,042</u>	<u>569,601</u>	<u>83,958</u>	<u>125,357</u>

32 FINANCE COSTS

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Interest expense on financial liabilities at amortised cost:				
- bank and other borrowings	100,688	104,621	38,656	36,884
- hire purchase and finance lease	4,842	4,321	141	124
- inter-companies				
- subsidiary companies	-	-	32,186	30,769
- related companies	39	36	6	6
- medium term notes	70,009	68,274	31,982	31,875
- loan related expenses	2,961	4,175	237	471
- manufacturers' vehicle stocking loans	9,973	9,837	-	-
- defined benefit plans (Note 23)	521	517	-	-
- unwinding of discount and charge out of deferred transaction costs	22,336	12,656	3,590	2,622
	<u>211,369</u>	<u>204,437</u>	<u>106,798</u>	<u>102,751</u>

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33 PROFIT/(LOSS) BEFORE TAX

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Profit/(Loss) before tax is stated after charging:				
Depreciation of property, plant and equipment	94,846	100,557	1,053	1,517
Auditors' remuneration				
- audit - current year	2,785	2,777	150	150
- (over)/underprovision in previous year	(73)	18	4	-
- other services	438	457	366	341
Directors' remuneration (Note 34)				
- fees	1,483	2,304	160	133
- salaries and other emoluments	52,044	16,075	1,182	1,039
- defined contribution/benefit plans	7,735	2,803	93	126
- bonus	1,083	1,099	78	66
- performance incentive	6,050	7,703	-	-
Impairment loss on receivables	1,161	5,311	-	-
Receivables written off	-	24	-	-
Minimum operating lease payments:				
- premises	47,023	44,094	77	72
- plant and machinery	5,539	93	-	-
Contribution to National Sports Council	36,944	46,126	-	-
Property, plant and equipment written off	192	101	-	-
Inventories written down	4,639	-	-	-
Amortisation of:				
- gaming rights	28,753	28,354	-	-
- customer relationships	459	-	-	-
- computer software	597	802	-	-
Provision for sales warranty	1,002	539	-	-
Management fees payable				
to ultimate holding company	1,120	1,120	400	400
Loss on foreign exchange - realised	7,395	18,327	3,826	5,345
- unrealised	41,380	38,851	3,473	6,003
Loss on disposal of property, plant and equipment	1,271	1,931	-	-
Direct operating expenses of investment properties *	5,577	5,459	-	-
Employee benefit expenses (Note 35)	406,531	379,216	12,786	12,558
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.

34 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:

Directors of the Company:	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<u>Executive Directors</u>				
Salaries and other emoluments	3,708	3,015	1,166	1,023
Defined contribution plan	550	496	93	126
Bonus	455	196	78	66
Benefits-in-kind	91	62	68	57
<u>Non-Executive Directors</u>				
Fees	205	178	160	133
Salaries and other emoluments	641	765	16	16
Defined contribution plan	25	24	-	-
Bonus	13	13	-	-
Benefits-in-kind	26	21	-	-
	5,714	4,770	1,581	1,421
Other Directors of the Group:				
Fees	1,278	2,126	-	-
Salaries and other emoluments	47,695	12,295	-	-
Retirement benefits				
- defined benefit plan (Note 23)	8	3	-	-
- defined contribution plan	7,152	2,280	-	-
Bonus	615	890	-	-
Performance incentive	6,050	7,703	-	-
Benefits-in-kind	550	532	-	-
	63,348	25,829	-	-

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35 EMPLOYEE BENEFIT EXPENSES

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Wages, salaries and other allowances (excluding directors' remuneration)	350,040	326,234	10,589	10,266
Social security costs and employee insurance	19,751	18,578	287	328
Retirement benefits				
- defined benefit plans (Note 23)	1,191	910	-	-
- defined contribution plan	21,105	20,662	1,264	1,262
Short term accumulating compensated absences	356	242	50	74
Other staff related expenses	14,088	12,590	596	628
	<u>406,531</u>	<u>379,216</u>	<u>12,786</u>	<u>12,558</u>

36 TAXATION

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Income tax:				
Malaysian income tax	130,804	178,767	-	1,063
Foreign tax	27,618	24,802	-	-
Withholding tax	396	343	-	-
Underprovision in prior years:				
- Malaysian income tax	1,250	2,606	212	1,048
- Foreign tax	66	178	-	-
	160,134	206,696	212	2,111
Deferred tax (Note 24):				
Relating to origination and reversal of temporary differences	5,357	(31,490)	-	-
Effects of real property gains tax	(2,282)	(1,161)	-	-
Under/(Over)provision in prior years	1,891	(60)	-	-
	4,966	(32,711)	-	-
	<u>165,100</u>	<u>173,985</u>	<u>212</u>	<u>2,111</u>

Malaysian income tax is calculated at the Malaysian statutory income tax rate of 24% (2016 : 24%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

36 TAXATION (CONT'D)

A reconciliation of income tax expense applicable to profit/(loss) 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:

Group	2017 RM'000	2016 RM'000
Profit before tax	576,321	8,961
Tax at Malaysian statutory tax rate of 24% (2016 : 24%)	138,317	2,151
Effect of different tax rates in other countries/tax regimes	(4,573)	(4,857)
Effect of income not subject to tax	(52,578)	(29,244)
Effect of income subject to real property gains tax	(2,282)	(1,161)
Effect of expenses not deductible for tax purposes	118,637	189,151
Effect of utilisation of previously unrecognised tax losses, unabsorbed capital allowances and unabsorbed investment tax allowances	(43,756)	(11,753)
Effect of share of associated companies' and joint ventures' results	(19,582)	8,219
Deferred tax assets not recognised in respect of current year's tax losses, unabsorbed capital allowances and other deductible temporary differences	23,049	18,727
Deferred tax assets recognised on previously unrecognised tax losses, unabsorbed capital allowances, unabsorbed investment tax allowances and other deductible temporary differences	(210)	(315)
Deferred tax liability recognised on undistributed profits of an associated company	4,475	-
Under/(Over)provision of deferred tax in prior years	1,891	(60)
Underprovision of tax expense in prior years	1,316	2,784
Withholding tax	396	343
Taxation for the year	<u>165,100</u>	<u>173,985</u>
 Company	 2017 RM'000	 2016 RM'000
(Loss)/Profit before tax	(46,426)	196,083
Tax at Malaysian statutory tax rate of 24% (2016 : 24%)	(11,142)	47,060
Effect of expenses not deductible for tax purposes	49,171	59,287
Effect of income not subject to tax	(38,029)	(104,987)
Effect of utilisation of previously unrecognised unabsorbed capital allowances	-	(297)
Underprovision of tax in prior year	212	1,048
Taxation for the year	<u>212</u>	<u>2,111</u>

36 TAXATION (CONT'D)

Tax savings during the financial year arising from:

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Utilisation of current year tax losses	1,012	708	-	-
Utilisation of previously unrecognised tax losses	20,541	1,255	-	-

37 EARNINGS/(LOSS) PER SHARE

The earnings/(loss) per share is calculated by dividing profit/(loss) attributable to equity holders of the Parent of RM294,738,000 (2016 : loss of RM270,637,000) on the weighted average of 4,989,394,000 (2016 : 4,989,394,000) ordinary shares with voting rights in issue (excluding treasury shares).

	Group	
	2017	2016
Profit/(Loss) attributable to the equity holders of the Parent (RM'000)	294,738	(270,637)
Weighted average number of ordinary shares with voting rights in issue ('000)	4,989,394	4,989,394
Basic earnings/(loss) per share (sen)	5.91	(5.42)

There are no potential ordinary shares outstanding as at 30 April 2017. As such, the fully diluted earnings/(loss) per share of the Group is equivalent to the basic earnings/(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.

38 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 COMMITMENTS

(a) Other Commitments

	Group	
	2017 RM'000	2016 RM'000
Capital expenditure:		
- approved and contracted for	15,653	20,813
- approved but not contracted for	20,729	24,517
Land lease payments for foreign development project	487,368	435,456
Group's share of a joint venture's commitment		
- land use rights fee	21,768	10,625
- land rental	5,548	4,566
Proposed investment in a joint venture	8,000	8,000
	<u>559,066</u>	<u>503,977</u>

(b) Non-Cancellable Operating Lease Commitments - Group and Company as Lessees

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Future minimum rental payable:				
Not later than 1 year	45,282	38,494	1,768	1,204
Later than 1 year and not later than 5 years	111,658	102,068	2,946	27
More than 5 years	368,263	357,166	-	-
	<u>525,203</u>	<u>497,728</u>	<u>4,714</u>	<u>1,231</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.

39 COMMITMENTS (CONT'D)

(c) Non-Cancellable Operating Lease Commitments - Group as Lessor

	Group	
	2017 RM'000	2016 RM'000
Future minimum rental receivable:		
Not later than 1 year	16,893	20,605
Later than 1 year and not later than 5 years	22,641	18,742
More than 5 years	4,355	6,854
	43,889	46,201

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 28.

40 MATERIAL LITIGATION AND ARBITRATION PROCEEDINGS

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") entered into between BJR and JDC in relation to the proposed mixed development of an international themed village known as "Jeju Airst City" in Jeju Island, Republic of Korea and to claim for losses and damages as a result thereof ("JDC Lawsuit"). JDC holds a 19% stake in BJR.

Pursuant to the Land SPA, JDC is obligated to transfer the land acquired thereunder to BJR, free from all liens, security interests and encumbrances. However, on 20 March 2015 the Supreme Court of the Republic of Korea ("Korean Supreme Court") ruled that the expropriation by JDC of certain parcels of lands which were then subsequently sold to BJR pursuant to the Land SPA was invalid. Hence JDC had breached the terms of the Land SPA as it 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 had repurchased part of the lands (under Phases 2 to 9) for KRW107.0 billion (about 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.

40 MATERIAL LITIGATION AND ARBITRATION PROCEEDINGS (CONT'D)

Material Litigation (Cont'd)

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. At the sixth court hearing on 14 October 2016, the presiding judge had agreed to BJR's application to conduct a land price appraisal of the Jeju Project. The presiding judge had also made an inspection of the Jeju Project site on 25 November 2016. As at reporting date, the land price appraisal report of the Jeju Project has been completed by the court-appointed land appraisal company and the land price appraisal report has been submitted directly to the court. The JDC Lawsuit is still on-going.

Arbitration Proceedings

Philippine Gaming Management Corporation ("PGMC"), an indirect subsidiary company of BToto, commenced arbitration proceedings against Philippine Charity Sweepstakes Office ("PCSO") at the International Chamber of Commerce, International Court of Arbitration. The arbitration proceedings is pursuant to an interim settlement agreement between PGMC and PCSO whereby parties agreed to resort to arbitration in order to settle issues regarding PGMC's exclusivity as an online lottery lessor of PCSO in Luzon, Philippines. On 13 August 2015, PGMC and PCSO entered into a supplemental and status quo agreement to maintain the status quo existing as provided for in an interim settlement agreement for a period of three (3) years from 22 August 2015 until 21 August 2018, pending the resolution of the issue on the exclusivity rights through arbitration proceedings. At the reporting date, the arbitration proceedings is still on-going. The Group is of the view that PGMC is legally entitled to specific performance and the ELA (as defined in Note 2.2(6)(ii)) will continue to be extended an additional three (3) years under the law of Philippines, in relation to the aforesaid arbitration, which would result in an additional three (3) years of rights to operate.

41 SIGNIFICANT RELATED PARTY DISCLOSURES

	Note	Group		Company	
		2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Repayment from:					
- subsidiary companies		-	-	286,891	400,533
(Advances to)/Repayments from:					
- subsidiary companies		-	-	(360,202)	(411,458)
- joint ventures	b	16,317	10,962	-	-
- related companies	a	(60,161)	86,099	-	-
Purchase of quoted shares in Malaysia from Berjaya Retail Berhad	c	14,000	-	-	-
Rental of premises and related services receivable from:					
- Singer (Malaysia) Sdn Bhd	c	(485)	(485)	-	-
- Inter-Pacific Securities Sdn Bhd	a	(1,092)	(1,079)	-	-
- Berjaya Higher Education Sdn Bhd	a	(2,891)	(2,947)	-	-

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41 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

	Note	Group		Company	
		2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Rental of premises and related services receivable from:					
- Sun Media Corporation Sdn Bhd	d	(573)	(573)	-	-
- Tai Thong Group Sdn Bhd	e	(1,413)	(1,429)	-	-
- 7-Eleven Malaysia Sdn Bhd	c	(2,237)	(2,234)	-	-
- Berjaya Starbucks Coffee Company Sdn Bhd	a	(1,513)	(1,157)	-	-
- U Mobile Sdn Bhd ("UMSB")	j	(1,762)	(1,865)	-	-
- Songbird Amusement Sdn Bhd	f	(335)	(315)	-	-
- BerjayaCity Sdn Bhd	a	(4)	(216)	-	-
- Berjaya Assets Food (BAF) Sdn Bhd ("BAF")	g	(641)	(356)	-	-
Supply of computerised lottery systems and related services to:					
- Berjaya Gia Thinh Investment Technology Joint Stock Company	a	(83,048)	-	-	-
- Natural Avenue Sdn Bhd ("NASB")	g	(641)	(560)	-	-
Provision of guard services to BerjayaCity Sdn Bhd	a	-	(611)	-	-
Aircraft leasing charges receivable from Cosway (M) Sdn Bhd	a	(960)	(960)	-	-
Rental of premises payable to Berjaya Times Square Sdn Bhd ("BTSSB")	g	686	712	379	379
Rental of premises payable to Ambilan Imej Sdn Bhd	a	3,627	3,627	-	-
Rental of premises payable to Berjaya Sompo Insurance Berhad	i	562	561	-	-
Share registration services rendered by Berjaya Registration Services Sdn Bhd	a	578	889	46	71
Advertising and publishing services charged by Sun Media Corporation Sdn Bhd	d	1,405	1,206	30	37
Purchase of consumables from Graphic Press Group Sdn Bhd	a	11,113	14,465	-	-

41 SIGNIFICANT RELATED PARTY DISCLOSURES (CONT'D)

	Note	Group		Company	
		2017 RM'000	2016 RM'000	2017 RM'000	2016 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	3,459	3,189	1,537	1,366

Nature of Relationships

- Related companies/member companies of BCorp Group other than subsidiary companies of the Company.
- Joint ventures of the Group as disclosed in Note 8.
- A company in which Tan Sri Dato' Seri Vincent Tan Chee Yioun ("Tan Sri Vincent Tan") has deemed interests.
- 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.
- 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 is a major shareholder of Diversified Kinetic Sdn Bhd.
- A company in which a person connected with Tan Sri Vincent Tan has interest.
- 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.
- Subsidiary companies of MOL.com Sdn Bhd ("MOL"). Tan Sri Vincent Tan is a deemed major shareholder of Qinetics Solutions Sdn Bhd and Qinetics Services Sdn Bhd by virtue of his interest in MOL.
- Associated company of BCorp Group.
- A company in which Tan Sri Vincent Tan is a substantial shareholder.

All transactions have been fully settled as at 30 April 2017 except for those disclosed in Notes 13 and 25.

Certain professional fees amounting to RM6,678,000 (2016 : RM7,542,000) 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 28, 30, 31, 32 and 33 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	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Short-term benefits	62,546	28,201	1,488	1,295
Post-employment benefits	7,898	2,870	93	126
	<u>70,444</u>	<u>31,071</u>	<u>1,581</u>	<u>1,421</u>

42 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.

42 SEGMENTAL INFORMATION (CONT'D)

(a) Business Segments:

Revenue	2017			2016		
	External RM'000	Inter- segment RM'000	Total RM'000	External RM'000	Inter- segment RM'000	Total RM'000
Toto betting and related activities	3,365,032	-	3,365,032	3,363,835	-	3,363,835
Motor vehicle dealership	2,345,438	-	2,345,438	2,177,530	-	2,177,530
Property development and property investment	282,995	9,354	292,349	380,132	8,443	388,575
Hotels and resorts	299,121	2,328	301,449	281,200	1,897	283,097
Club, recreation and others	78,780	23,070	101,850	81,300	21,095	102,395
Inter-segment eliminations	-	(34,752)	(34,752)	-	(31,435)	(31,435)
	6,371,366	-	6,371,366	6,283,997	-	6,283,997

Inter-segment revenue are eliminated on consolidation.

Results

	2017 RM'000	2016 RM'000
Toto betting and related activities	413,150	497,296
Motor vehicle dealership	22,733	19,382
Property development and property investment	17,305	40,065
Hotels and resorts	44,207	21,630
Club, recreation and others	(30,811)	(28,876)
Segment results	466,584	549,497
Unallocated corporate income	22,362	2,463
	488,946	551,960
Investment related income (Note 30)		
- toto betting and related activities	24,215	21,587
- property development and property investment	18,299	163,498
- hotels and resorts	1,179	3,005
- club, recreation and others	188,678	47,461
- unallocated	35,825	29,734
	268,196	265,285
Investment related expenses (Note 31)		
- toto betting and related activities	(24,545)	(383,083)
- property development and property investment	(5,975)	(134,117)
- hotels and resorts	-	(1,225)
- club, recreation and others	(7,070)	(16,266)
- unallocated	(13,452)	(34,910)
	(51,042)	(569,601)
Finance costs	706,100	247,644
Share of results of associated companies	(211,369)	(204,437)
Share of results of joint ventures	85,588	(16,673)
Profit before tax	(3,998)	(17,573)
Taxation	576,321	8,961
Profit/(Loss) for the year	(165,100)	(173,985)
Non-controlling interests	411,221	(165,024)
Profit/(Loss) attributable to owners of the Parent	(116,483)	(105,613)
	294,738	(270,637)

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for the year ended 30 April 2017

42 SEGMENTAL INFORMATION (CONT'D)

(a) Business Segments (Cont'd):

Assets and Liabilities	2017		2016	
	Assets RM'000	Liabilities RM'000	Assets RM'000 Restated	Liabilities RM'000 Restated
Toto betting and related activities	4,274,759	309,328	5,140,150	315,053
Motor vehicle dealership	851,115	266,546	876,592	363,722
Property development and property investment	4,106,956	809,733	3,804,462	1,468,859
Hotels and resorts	1,437,121	416,813	1,437,495	413,083
Club, recreation and others	962,279	704,811	1,030,828	675,630
Inter-segment eliminations	(882,157)	(936,175)	(875,912)	(920,987)
Segment assets/liabilities	10,750,073	1,571,056	11,413,615	2,315,360
Investment in associated companies	593,567	-	484,462	-
Investment in joint ventures	60,161	-	45,310	-
Assets classified as held for sale	42,916	-	979,782	-
Unallocated corporate assets/liabilities	1,671,783	4,686,439	1,507,597	5,153,412
Consolidated assets/liabilities	13,118,500	6,257,495	14,430,766	7,468,772

Inter-segment assets and liabilities are eliminated on consolidation.

Other Information	2017			2016		
	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	16,257	39,391	6,766	12,928	45,985	2,816
Motor vehicle dealership	12,779	16,880	5,089	64,066	14,256	939
Property development						
and property investment	80,418	4,080	110	58,804	3,564	1,064
Hotels and resorts	17,231	41,427	707	13,442	37,620	563
Club, recreation and others	3,966	20,582	20,822	4,043	26,224	19,820
Unallocated	613	2,295	14,880	1,300	2,064	19,085
	131,264	124,655	48,374	154,583	129,713	44,287

Capital expenditure consists of additions to property, plant and equipment as disclosed in Note 3.

Impairment Losses	2017 RM'000	2016 RM'000
Toto betting and related activities	24,544	381,326
Property development and property investment	1,512	132,214
Hotels and resorts	-	1,225
Club, recreation and others	7,070	16,266
Unallocated	4,874	34,910
	38,000	565,941

(b) Geographical Locations:

	2017			2016		
	Revenue RM'000	Segment assets RM'000	Capital expenditure RM'000	Revenue RM'000	Segment assets RM'000 Restated	Capital expenditure RM'000
Malaysia	3,684,260	7,662,668	55,996	3,827,927	8,364,893	92,207
Outside Malaysia	2,687,106	3,087,405	75,268	2,456,070	3,048,722	62,376
	6,371,366	10,750,073	131,264	6,283,997	11,413,615	154,583

The Group operates principally in Malaysia. Outside Malaysia mainly comprises the Republic of Seychelles, United Kingdom, the Republic of Korea, Sri Lanka, the Philippines, the Socialist Republic of Vietnam, Japan and United States of America.

43 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

Group 2017	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Commercial properties	-	124,829	538,641	663,470
Other properties	-	54,592	21,995	76,587
	-	179,421	560,636	740,057
2016				
Commercial properties	-	34,320	530,335	564,655
Other properties	-	37,283	19,965	57,248
	-	71,603	550,300	621,903

- (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 0% (2016 : 88% and -35%) of the respective properties' fair value. Larger properties of the Group which are owned en-bloc may contain adjustment factors outside this range.

43 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 foot which ranges from RM80 to RM4,582 per square foot (2016 : RM70 to RM7,161 per square foot), and the depreciation rate of 2% (2016 : 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

At 1 May 2016/2015
Net fair value adjustments
At 30 April 2017/2016

	Group	
	2017 RM'000	2016 RM'000
	550,300	539,915
	10,336	10,385
	560,636	550,300

43 FAIR VALUE MEASUREMENT (CONT'D)

(b) Financial assets that are disclosed at fair value

The table below analyses the Group's 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
2017				
<u>Subsidiary companies</u>				
Company	511,208	-	-	511,208
<u>Associated companies</u>				
Group	174,054	-	-	174,054
Company	33,597	-	-	33,597
2016				
<u>Subsidiary companies</u>				
Company	592,114	-	-	592,114
<u>Associated companies</u>				
Group	140,912	-	-	140,912
Company	26,279	-	-	26,279

(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
2017				
<u>Financial assets - Investments</u>				
Group	89,407	-	-	89,407
Company	17,713	-	-	17,713
<u>Financial assets - Short term investments</u>				
Group	9,006	-	-	9,006
2016				
<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

44 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:

	Note	Group		Company	
		2017 RM'000	2016 RM'000 Restated	2017 RM'000	2016 RM'000
<u>Financial assets</u>					
<u>Available-for-sale</u>					
Investments	9	100,852	86,165	21,858	5,958
<u>Loans and receivables</u>					
Receivables	13	2,219,867	1,339,765	2,838,580	2,647,659
Deposits	15	425,993	529,328	27,402	26,082
Cash and bank balances	16	318,625	1,124,390	5,206	7,509
		<u>2,964,485</u>	<u>2,993,483</u>	<u>2,871,188</u>	<u>2,681,250</u>
<u>Fair value through profit or loss</u>					
Investments	9	8,574	6,859	1,813	1,450
Short term investments	14	9,006	9,302	-	-
		<u>17,580</u>	<u>16,161</u>	<u>1,813</u>	<u>1,450</u>
Total financial assets		<u>3,082,917</u>	<u>3,095,809</u>	<u>2,894,859</u>	<u>2,688,658</u>
<u>Financial liabilities</u>					
<u>Other financial liabilities</u>					
Long term borrowings	21	1,782,336	2,859,025	596,232	1,022,970
Long term liabilities	22	19,029	28,200	-	-
Payables	25	1,260,930	1,883,402	1,024,082	995,609
Short term borrowings	26	1,931,997	1,253,730	752,682	216,137
Total financial liabilities		<u>4,994,292</u>	<u>6,024,357</u>	<u>2,372,996</u>	<u>2,234,716</u>

44 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 values are as disclosed in Note 43.

(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	13
Deposits	15
Cash and bank balances	16
Payables	25
Short term borrowings	26
Long term borrowings	21
Long term liabilities	22

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 fixed rate bank loans, Medium Term Notes and finance lease obligations are estimated by discounting expected future cash flows at market incremental lending rates for similar types of lending, borrowing or leasing arrangements at 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.

44 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

	2017 RM'000 Carrying Amount	2017 RM'000 Fair Value	2016 RM'000 Carrying Amount	2016 RM'000 Fair Value
<u>Financial assets</u>				
Investments				
- unquoted shares in Malaysia				
Group	20,019	*	11,105	*
Company	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.

45 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 (2016 : less than 6 months) from the reporting date.

45 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:

	Group		Company	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
<u>Fixed rate instruments</u>				
Financial assets	503,506	537,625	27,402	26,082
Financial liabilities	1,514,242	1,742,064	649,532	649,724
<u>Floating rate instruments</u>				
Financial assets	696,414	640,410	1,068,882	1,118,844
Financial liabilities	2,200,741	2,371,510	1,913,816	1,534,327

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 to be lower/higher by RM3,761,000 (2016 : RM4,328,000), and the loss/profit before tax of the Company to be higher/lower by RM2,112,000 (2016: lower/higher by RM1,039,000) respectively, assuming that all other variables remain constant.

45 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	Japanese Yen RM'000	Chinese Renminbi RM'000	Total RM'000
<u>Receivables</u>							
Ringgit Malaysia	73,520	-	377,033	-	282,662	-	733,215
Seychelles Rupees	-	2,640	492	-	-	-	3,132
At 30 April 2017	73,520	2,640	377,525	-	282,662	-	736,347
Ringgit Malaysia	64,888	285	336,441	921	-	-	402,535
Seychelles Rupees	-	627	2,150	-	-	-	2,777
At 30 April 2016	64,888	912	338,591	921	-	-	405,312
<u>Cash and bank balances and deposits</u>							
Chinese Renminbi	-	9	728	-	-	-	737
Seychelles Rupees	-	4,015	3,304	-	-	-	7,319
Vietnam Dong	-	-	141	-	-	-	141
Ringgit Malaysia	-	-	1,724	86	-	-	1,810
At 30 April 2017	-	4,024	5,897	86	-	-	10,007
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	-	1,478	19,646	22	-	124,483	145,629
<u>Payables</u>							
Ringgit Malaysia	-	-	246	-	587	-	833
Vietnam Dong	-	-	4,868	-	-	-	4,868
Singapore Dollar	-	-	-	-	567	-	567
Seychelles Rupees	-	94	519	-	-	-	613
At 30 April 2017	-	94	5,633	-	1,154	-	6,881

45 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	Japanese Yen RM'000	Chinese Renminbi RM'000	Total RM'000
<u>Payables</u>							
Ringgit Malaysia	-	1	680	20	-	-	701
Vietnam Dong	-	-	7,764	-	-	-	7,764
Seychelles Rupees	-	17	609	-	-	-	626
At 30 April 2016	-	18	9,053	20	-	-	9,091
<u>Borrowings</u>							
Ringgit Malaysia	-	-	236,363	38,698	-	-	275,061
At 30 April 2017	-	-	236,363	38,698	-	-	275,061
At 30 April 2016	-	-	359,200	51,990	-	-	411,190

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, THB and JPY exchange rates against the respective major functional currencies of the Group entities, with all other variables remaining constant:

Group		2017 RM'000	2016 RM'000
<u>Increase/(decrease) to profit before tax</u>			
USD/RM	- strengthened 14% (2016 : 21%)	19,901	(1,335)
	- weakened 14% (2016 : 21%)	(19,901)	1,335
USD/SCR	- strengthened 1% (2016 : 9%)	33	300
	- weakened 1% (2016 : 9%)	(33)	(300)
EUR/SCR	- strengthened 4% (2016 : 10%)	262	209
	- weakened 4% (2016 : 10%)	(262)	(209)
SGD/RM	- strengthened 8% (2016 : 14%)	(3,089)	(7,149)
	- weakened 8% (2016 : 14%)	3,089	7,149
RMB/RM	- strengthened 7% (2016 : 18%)	-	22,407
	- weakened 7% (2016 : 18%)	-	(22,407)
THB/RM	- strengthened 13% (2016 : 20%)	9,558	12,978
	- weakened 13% (2016 : 20%)	(9,558)	(12,978)
EUR/RM	- strengthened 7% (2016 : 20%)	-	57
	- weakened 7% (2016 : 20%)	-	(57)
JPY/RM	- strengthened 11% (2016 : Nil)	31,093	-
	- weakened 11% (2016 : Nil)	(31,093)	-

The impact of sensitivity analysis of the rest of the foreign currencies is not material to the Group.

45 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 RM86,000 (2016 : RM69,000) 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 RM778,000 (2016 : RM721,000) 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
2017				
Trade and other payables	1,260,930	-	-	1,260,930
Hire purchase and finance lease liabilities	91,834	3,146	-	94,980
Loans and borrowings	1,997,261	1,772,524	238,064	4,007,849
	<u>3,350,025</u>	<u>1,775,670</u>	<u>238,064</u>	<u>5,363,759</u>

45 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
2016 - Restated				
Trade and other payables	1,883,402	-	-	1,883,402
Hire purchase and finance lease liabilities	12,635	83,299	-	95,934
Loans and borrowings	1,419,309	2,795,597	402,917	4,617,823
	<u>3,315,346</u>	<u>2,878,896</u>	<u>402,917</u>	<u>6,597,159</u>
Company				
2017				
Other payables	1,024,082	-	-	1,024,082
Hire purchase and finance lease liabilities	467	540	-	1,007
Loans and borrowings	823,796	667,741	-	1,491,537
	<u>1,848,345</u>	<u>668,281</u>	<u>-</u>	<u>2,516,626</u>
2016				
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>

(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. The Group and the Company do not have significant concentration of credit risks except as disclosed in Note 13.

45 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	2017		2016	
	RM'000	%	RM'000	%
Toto betting and related activities	127,732	53	39,141	29
Motor vehicle dealerships	48,411	20	46,949	35
Property development and property investment	39,546	16	24,388	18
Hotels and resorts	19,409	8	17,039	12
Club, recreation and others	7,296	3	8,229	6
	<u>242,394</u>	<u>100</u>	<u>135,746</u>	<u>100</u>

46 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 2017 and 30 April 2016.

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, vehicle stocking loans, 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 2017 and 30 April 2016 were as follows:

	Note	Group	
		2017 RM'000	2016 RM'000
Short term borrowings	26	1,931,997	1,253,730
Long term borrowings	21	1,782,336	2,859,025
Total debt		<u>3,714,333</u>	<u>4,112,755</u>
Total equity		<u>6,861,005</u>	<u>6,961,994</u>
Gearing ratio (%)		<u>54</u>	<u>59</u>

The gearing ratio is not governed by the FRS and its definition and calculation may vary from one group/company to another.

47 SIGNIFICANT EVENTS DURING 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 in BToto ("Disposed Shares A") for a total cash consideration of about RM15.34 million or at an average selling price of RM2.95 per Disposed Share A. The Disposed Shares A represents about 0.39% equity interest in BToto.
- (b) On 7 June 2016, the Company announced that it and its wholly-owned subsidiary company, Gateway Benefit Sdn Bhd, had on 24 May 2016 and 6 June 2016 disposed of a total of 9,000,000 ordinary shares in BToto ("Disposed Shares B") for a total cash consideration of about RM25.75 million or at an average selling price of RM2.86 per Disposed Share B. The Disposed Shares B represents about 0.67% equity interest in BToto.
- (c) On 22 September 2016, the Company announced that its wholly-owned subsidiary company, Alam Baiduri Sdn Bhd, has on even date, entered into a sale and purchase agreement ("SPA") with BerjayaCity Sdn Bhd ("BCity") for the proposed acquisition of freehold lands ("the Lands") for a total cash consideration of RM155.0 million or at the price of RM177,954 per acre ("Acquisition"). BCity is a 100%-owned subsidiary company of BCorp and the Lands are all located within an area zoned for industrial purposes in Mukim Sungai Tinggi, Daerah Ulu Selangor, Selangor Darul Ehsan.

The Acquisition required the consents/approvals from the Estate Board of Selangor and any other relevant authorities.

On 31 March 2017, the Company announced that the Acquisition has been completed.

- (d) 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 (about RM1.39 billion) ("Disposal").

On 16 December 2016, the Company announced that the Disposal has been completed following the fulfilment of all conditions precedent. The total cash consideration received for the Disposal upon its completion was RMB1.065 billion (about RM711.32 million).

The balance cash consideration of RMB1.015 billion ("Final Instalment") will be receivable within 13 months after Completion Date. The Final Instalment is secured by a guarantee granted by SkyOcean Holdings Group Limited, the holding company of Beijing SkyOcean and its major shareholder, Mr. Zhou Zheng.

Subsequently on 28 April 2017, the Company announced that GMOC has entered into a supplemental agreement with Beijing SkyOcean to adjust the total cash consideration pursuant to the Disposal from RMB2.080 billion to RMB2.039 billion (about RM1.28 billion) and accordingly revised the Final Instalment from RMB1.015 billion to RMB974.07 million (about RM613.7 million). The adjustment is to account for part of the land being regained by Sanhe Land and Resource Bureau, reimbursement of theme park equipment and shared expenses relating to certain electrical works.

47 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)

- (e) On 9 December 2016, Berjaya Philippines Inc. ("BPI"), an indirect subsidiary of BToto listed on the Philippine Stock Exchange ("PSE") released an announcement to the PSE that it had on 8 December 2016 executed a Share Sale Agreement to purchase from Bentley Motors Limited 6,589,934 shares of H.R. Owen Plc ("H.R. Owen"), an existing subsidiary company of BPI for a total consideration of GBP14.8 million (about RM85.3 million), or GBP2.25 per share ("Share Purchase"). The Share Purchase was completed during the financial year and BPI's equity interests in H.R. Owen has increased from 72.03% to 98.38%.
- (f) On 15 February 2017, the Company announced that its wholly-owned subsidiary company, Berjaya Leisure (Cayman) Limited ("BLCayman"), had entered into a capital contribution transfer agreement ("Agreement") for the proposed disposal of its entire 70% stake in Berjaya Long Beach Limited Liability Company ("BLong Beach") to Sulyna Hospitality Hotel Restaurant Travel Service Company Limited ("Sulyna") ("Proposed Disposal"). The cash consideration for the Proposed Disposal is about VND333.25 billion (about RM65.32 million) and BLCayman will waive all amounts owing by BLong Beach to BLCayman amounting to VND87.50 billion (about RM17.15 million) as at 31 January 2017.

The salient terms and conditions of the Agreement, includes inter-alia, the following:

- (i) BLCayman is to submit an application to the relevant Vietnamese authorities for the issuance of the relevant registration certificates ("Application") upon the receipt of pre-emption rights waiver from the remaining 30% stakeholders of BLong Beach ("JV Partners' Approval"); and
- (ii) within 30 business days from the date of the Agreement, BLCayman is to handover the operations and management of BLong Beach to Sulyna ("Company Handover").

The cash consideration for the Proposed Disposal will be settled in the following manner:

- (i) VND113.35 billion (about RM22.22 million) was received upon entering into the Agreement ("Deposit");
- (ii) VND153.35 billion (about RM30.04 million) to be received within 90 business days from receipt of the Deposit and upon confirmation from BLCayman that the Application has been made, the JV Partners' approval has been obtained and the Company Handover has been completed; and
- (iii) VND66.65 billion (about RM13.06 million) to be received within 5 business days from the last day of the period of one year from the Handover or finalisation of the relevant tax, whichever is earlier.

The Proposed Disposal is pending completion.

- (g) On 19 July 2004, the Company announced that Berjaya Tagar 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 proposed to acquire Sungai Tinggi Land from BerjayaCity Sdn Bhd ("BCity"), a wholly-owned 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.

47 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 BSB, 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 BSB 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 BSB 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 BSB 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; and
- 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 BSB 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 BSB 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, BSB 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 BSB for such extension; and
- upon signing the Supplemental Agreement, BSB 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.

Pursuant to the aforesaid Supplemental Agreement, BSB 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 BSB 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-tabled of the amended master layout plan which was re-submitted on 19 August 2008;

47 SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (CONT'D)

- (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.

48 SIGNIFICANT EVENT SUBSEQUENT TO THE FINANCIAL YEAR

On 15 June 2017, BToto announced that its wholly-owned subsidiary company, Sports Toto Malaysia Sdn Bhd ("STMSB"), had on even date, lodged with the Securities Commission Malaysia its proposal to establish a Medium Term Notes ("MTN") Programme of up to RM800.0 million in nominal value. The MTN Programme shall have a tenure of up to 15 years and the first issuance under the MTN Programme will be made within 60 business days from the lodgement date. The MTN Programme has been accorded a preliminary rating of AA-/Stable by Malaysian Rating Corporation Berhad. CIMB Investment Bank Berhad and Maybank Investment Bank Berhad have been appointed as the Joint Principal Advisers, Joint Lead Arrangers and Joint Lead Managers for the MTN Programme.

Subsequently, STMSB entered into agreements with the following parties pursuant to its MTN Programme of up to RM800.0 million in nominal value as follows:

- (i) a Trust Deed dated 20 June 2017 with Maybank Trustees Berhad (as Trustee) constituting the MTN Programme;
- (ii) a subscription agreement dated 23 June 2017 with CIMB Investment Bank Berhad and Maybank Investment Bank Berhad ("MIBB") (as Joint Lead Managers), MIBB (as Facility Agent) and CIMB Bank Berhad (as Investor) for the subscription of RM225.0 million pursuant to the MTN Programme; and
- (iii) a subscription agreement dated 19 July 2017 with MIBB (as Lead Manager, Facility Agent and Investor) for the subscription of RM55.0 million pursuant to the MTN Programme.

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
Subsidiary Companies				
(a) Subsidiaries of Berjaya Land Berhad				
* Alam Baiduri Sdn Bhd	Malaysia	Property investment	100	100
Amat Muhibah Sdn Bhd	Malaysia	Dormant	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

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for the year ended 30 April 2017

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(a) Subsidiaries of Berjaya Land Berhad (Cont'd)				
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 Okinawa Investment (S) Pte Ltd (formerly known as Berjaya Health Investment Pte Ltd)	Singapore	Investment holding	100	-
Berjaya Project Management Sdn Bhd	Malaysia	Project management	100	100
Berjaya Property Management Sdn Bhd	Malaysia	Investment holding	100	100
a * Berjaya Racing Management Sdn Bhd	Malaysia	Dormant	60	60
b Berjaya Sports Toto Berhad	Malaysia	Investment holding	40.05	41.10
Berjaya Tagar Sdn Bhd	Malaysia	Property development and investment holding	100	100
* Berjaya Theme Park Management Sdn Bhd	Malaysia	Dormant	100	100

a Additional 20% being held by Berjaya Sports Toto Berhad.

b The Group regards Berjaya Sports Toto Berhad as a subsidiary company as disclosed in Note 2.5(a)(i).

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(a) Subsidiaries of Berjaya Land Berhad (Cont'd)				
Berjaya Vacation Club Berhad	Malaysia	Time sharing vacation operator, property investment and investment holding	100	100
B.L. Capital Sdn Bhd	Malaysia	Investment holding	100	100
* B.T. 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
* Leisure World Sdn Bhd	Malaysia	Investment holding	100	100
Marvel Fresh Sdn Bhd	Malaysia	Trading	100	100

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(a) Subsidiaries of Berjaya Land Berhad (Cont'd)				
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
<i>c</i> 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
* Stephens Properties Plantations Sdn Bhd	Malaysia	Dormant	100	100
* Taaras Spa Sdn Bhd	Malaysia	Spa management	100	100
* 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

c Inclusive of 30% being held by B.L. Capital Sdn Bhd.

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(a) Subsidiaries of Berjaya Land Berhad (Cont'd)				
* Wisma Stephens Management Co Sdn Bhd	Malaysia	Investment holding	100	100
(b) 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
(c) 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
* Berjaya Jeju Resort Limited	Republic of Korea	Property development and investment	72.60	72.60
d* 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

d Additional 40% being held by Berjaya International Casino Management (HK) Limited.

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for the year ended 30 April 2017

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(c) Subsidiaries of Berjaya Leisure (Cayman) Limited (Cont'd)				
* Berjaya Okinawa Investment (S) Pte Ltd (formerly known as Berjaya Health Investment Pte Ltd)	Singapore	Investment holding	-	100
# 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 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
(d) Subsidiaries of Berjaya Okinawa Investment (S) Pte Ltd (formerly known as Berjaya Health Investment Pte Ltd)				
* Berjaya Okinawa Hospitality Asset TMK	Japan	Property investment and development	100	-
* Berjaya Okinawa Investment Godo Kaisha	Japan	Investment holding	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

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

	Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
				2017 %	2016 %
(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
(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) Subsidiary of Berjaya Sports Toto (Cayman) Limited					
#	Berjaya Lottery Management (HK) Limited	Hong Kong	Investment holding	100	100

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for the year ended 30 April 2017

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(f) Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
(iv) Subsidiaries of Berjaya Lottery Management (HK) Limited				
e * 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
(v) Subsidiaries of Berjaya Philippines Inc.				
* Berjaya Enviro Philippines Inc.	Philippines	Service business of protecting and cleaning the environment	100	-
* H.R. Owen Plc	United Kingdom	Investment holding	98.38	72.03
* Perdana Hotel Philippines Inc.	Philippines	Operation of a hotel in the Philippines	100	100
* Philippine Gaming Management Corporation	Philippines	Leasing of on-line lottery equipment and provision of software support	100	100
(vi) Subsidiary of International Lottery & Totalizator Systems, Inc.				
* Unisyn Voting Solutions, Inc.	United States of America	Developing, manufacturing and providing licences and supports for voting systems	100	100
(vii) Subsidiaries of H.R. Owen Plc				
* Bradshaw Webb (Chelsea) Limited	United Kingdom	Dormant	100	100
* Bodytechnics Limited	United Kingdom	Maintenance and repair of motor vehicles	100	100
* Broughtons of Cheltenham Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100

e Additional 14.06% being held by BSTC.

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(f) Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
(vii) Subsidiaries of H.R. Owen Plc (Cont'd)				
* Heathrow Limited	United Kingdom	Dormant	100	100
* Holland Park Limited	United Kingdom	Provision of aftersales services	100	100
* H.R. Owen Dealerships Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100
* H.R. Owen Insurance Services Limited	United Kingdom	Provision of insurance agents and brokers services	60	-
* H.R. Owen Investments Limited	United Kingdom	Dormant	100	100
* H.R. Owen Leasing 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 Vehicle Leasing Company Limited	United Kingdom	Dormant	100	100
* Jack Barclay Limited	United Kingdom	Motor retailing and provision of aftersales services	100	100
* London Lotus Centre Limited	United Kingdom	Dormant	100	100
* Malaya Dealerships Limited	United Kingdom	Dormant	100	100
<i>f</i> * Netprofit.com Limited ("Netprofit")	United Kingdom	Dormant	100	100

f H.R. Owen Plc and Bradshaw Webb (Chelsea) Limited each holds 50% equity interest in Netprofit.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 30 April 2017

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(f) Subsidiaries of Berjaya Sports Toto Berhad (Cont'd)				
(vii) Subsidiaries of H.R. Owen Plc (Cont'd)				
* Upbrook Mews Limited	United Kingdom	Engage in letting and operating of own or leased real estate	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 flight operator	100	100
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

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(h) Subsidiaries of Berjaya Vacation Club Berhad (Cont'd)				
Berjaya Hotels & Resorts (M) 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
Georgetown City Hotel Sdn Bhd	Malaysia	Hotel operator	100	100
* Hotel Integrations Sdn Bhd	Malaysia	Provision of hotel consultancy and related services	70	-
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

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(h) Subsidiaries of Berjaya Vacation Club Berhad (Cont'd)				
* Tioman Pearl Sdn Bhd	Malaysia	Development of hotel and resort	70	70
Tioman Travel & Tours Sdn Bhd	Malaysia	Property investment	100	100
(i) Subsidiary of Berjaya Air Sdn Bhd				
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
(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	Malaysia	Property investment and hoteliers	100	100

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
(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
(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, marketing agent and investment holding	100	100
* Tioman Golf Management Sdn Bhd	Malaysia	Dormant	100	100
* ANSA Hotels & Resorts Sdn Bhd	Malaysia	Dormant	100	100
(i) Subsidiary of Berjaya Hotels & Resorts (Singapore) Pte Ltd				
BHR Okinawa Management Godo Kaisha	Japan	Hotel management	100	-
(n) Subsidiary of Wisma Stephens Management Co Sdn Bhd				
* Wujud Jaya Sdn Bhd	Malaysia	Dormant	100	100

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for the year ended 30 April 2017

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
Associated Companies				
* Asian Atlantic Holdings Limited	British Virgin Islands	Investment holding	24.46	24.46
* AM Automotive (S) Pte Ltd	Singapore	Ceased to be dealer of "Aston Martin" vehicles	49.90	49.90
* Bermaz Auto Philippines Inc. (formerly known as Berjaya Auto Philippines Inc.)	Philippines	Selling and distribution of Mazda brand cars within the territory of the Philippines	25.48	35
<i>g</i> * Berjaya Assets Berhad	Malaysia	Investment holding	14.61	14.09
<i>h</i> * Berjaya Kyoto Development (S) Pte Ltd	Singapore	Investment holding	50	50
* Berjaya Land (Thailand) Company Ltd	Thailand	Property development and investment	40	40
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	48.38	41.43
* BJ Bowl Sdn Bhd	Malaysia	Liquidated during the year	-	20
* 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

g The Group regards Berjaya Assets Berhad as an associated company as disclosed in Note 2.5(a)(ix).

h The Group regards Berjaya Kyoto Development (S) Pte Ltd as an associated company as disclosed in Note 2.5(a)(x).

49 LIST OF SUBSIDIARIES AND ASSOCIATED COMPANIES (CONT'D)

Name of Company	Country of Incorporation	Principal Activities	Equity Interest Held	
			2017 %	2016 %
Associated Companies (Cont'd)				
* 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	Under liquidation	20	20
* Nubaru Tochi Kanri Godo Kaisya	Japan	Investment holding	33	33
* Neptune Properties Inc.	Philippines	Engage in real estate business	41.46	-
* Portsworth Holdings Pte Ltd	Singapore	Investment holding	50	50
* Perdana Land Philippines Inc.	Philippines	Acquire, develop or lease real estate	40	40
* Resort Cruises (S) Pte Ltd	Singapore	Dormant	49	49
* Singapore Institute of Advanced Medicine Holdings Pte Ltd	Singapore	Investment holding	21	30
Ssangyong Berjaya Motor Philippines Inc.	Philippines	Selling and distribution of SsangYong brand vehicles within the territory of the Philippines	20	20
* Tioman Ferry Services Sdn Bhd	Malaysia	Dormant	20	20

Audited by member firms of Ernst & Young Global

* Not audited by Ernst & Young or a member firm of Ernst & Young Global

SUPPLEMENTARY INFORMATION - BREAKDOWN OF RETAINED EARNINGS INTO REALISED AND UNREALISED

50 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	
	2017 RM'000	2016 RM'000	2017 RM'000	2016 RM'000
Realised earnings	413,043	229,379	715,299	752,013
Unrealised earnings	547,559	520,362	24,894	34,818
	<u>960,602</u>	<u>749,741</u>	<u>740,193</u>	<u>786,831</u>
Share of results of associated companies *	146,481	60,893	-	-
Share of results of joint ventures *	(213,682)	(209,684)	-	-
	<u>893,401</u>	<u>600,950</u>	<u>740,193</u>	<u>786,831</u>
Less: Consolidation adjustments	(467,797)	(374,213)	-	-
	<u>425,604</u>	<u>226,737</u>	<u>740,193</u>	<u>786,831</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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BERJAYA LAND BERHAD

(Incorporated in Malaysia)

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Berjaya Land Berhad, which comprise the statements of financial position as at 30 April 2017 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 notes to the financial statements, including a summary of significant accounting policies, as set out on pages 70 to 219.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Group and of the Company as at 30 April 2017, and of their financial performance and their cash flows for the year then ended in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia.

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing. Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence and other ethical responsibilities

We are independent of the Group and of the Company in accordance with the By-Laws (on Professional Ethics, Conduct and Practice) of the Malaysian Institute of Accountants ("By-Laws") and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the By-Laws and the IESBA Code.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the Group and of the Company for the current year. These matters were addressed in the context of our audit of the financial statements of the Group and of the Company as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. For each matter below, our description of how our audit addressed the matter is provided in that context.

We have fulfilled the responsibilities described in the *Auditors' responsibilities for the audit of the financial statements* section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis of our audit opinion on the accompanying financial statements.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF BERJAYA LAND BERHAD
(Incorporated in Malaysia)

Key audit matters (Cont'd)

Impairment assessment of gaming rights with indefinite useful life

(Refer to summary of significant accounting policies in Note 2.2(6), significant accounting estimates and judgement in Note 2.5(b)(v), and the disclosure of gaming rights in Note 10 to the financial statements.)

Gaming rights with indefinite useful life amounting to RM3.76 billion is in respect of gaming rights held by the gaming segment in Malaysia. This represents 39% and 29% of non-current assets and total assets of the Group as at 30 April 2017 respectively.

Gaming rights with an indefinite useful life are subject to an annual impairment test. The Group estimates the recoverable amount of the cash generating unit ("CGU") based on value-in-use ("VIU"). Estimating the VIU of the CGU involves estimates made by the management relating to the future cash inflows and outflows that will be derived from the CGU, and discounting them at an appropriate rate.

The cash flow forecasts contain a number of significant judgements and estimates including estimates on revenue growth rate, payout ratio, discount rate and terminal growth rate.

We consider this to be an area of focus for our audit as the amounts involved are significant, the assessment process is complex and involved significant management's judgements about future market and economic conditions and changes in these assumptions might lead to a significant change in the recoverable amount of the CGU.

Arising from the impairment assessment, the Group has recognised an impairment loss of RM643 million in respect of the Malaysian gaming operations. The impairment of gaming rights was recognised in the statement of comprehensive income against the fair value reserve.

Our procedures to address this area of focus include, amongst others, the following:

- involved our internal valuation experts in reviewing the impairment assessment performed by management on the CGU;
- obtained an understanding of the relevant internal controls over the process of estimating the recoverable amount of the CGU;
- evaluated the appropriateness of the methodology and approach applied, and considered whether they are commonly used in the industry;
- checked the basis of preparing the cash flow forecasts taking into consideration the assessment of management's historical budgeting accuracy;
- evaluated whether key assumptions which comprise the revenue growth rate, payout ratio and terminal growth rate are reasonable by making comparisons to historical trends, taking into consideration the current and expected outlook of economic growth;
- assessed whether the rate used in discounting the future cash flows to its present value was appropriate. This included an assessment of the specific inputs to the discount rate, including the risk-free rate, equity risk premium and beta, along with gearing and cost of debt. Such inputs were benchmarked either against risk rates or equivalent data for peer companies; and
- analysed the sensitivity of the key assumptions by assessing the impact of changes in the key assumptions to the recoverable amount.

Key audit matters (Cont'd)

Impairment assessment of gaming rights with indefinite useful life (Cont'd)

We have also evaluated the adequacy of the note disclosures concerning those key assumptions to which the outcome of the impairment test is most sensitive. The disclosures on key assumptions and sensitivities are included in Note 10.

Litigation relating to the property development project in Jeju Island, South Korea

(Refer to significant accounting estimates and judgement in Note 2.5(a)(viii), the disclosure of land held for development in Note 5, and material litigation in Note 40 to the financial statements.)

As disclosed in Note 40 to the financial statements, the Group has initiated legal proceedings against Jeju Free International City Development Center ("JDC") for breaches of certain terms and conditions stipulated in the Sale & Purchase Agreement entered into with JDC ("Land SPA") while claiming for losses and damages arising from those breaches ("Litigation"). The Group has incurred approximately RM604 million up to 30 April 2017 and has classified these costs under land held for development, which represents 6% and 5% of the non-current assets and total assets of the Group respectively. Recoverability of these costs is dependent on the favourable outcome of the Litigation against JDC.

We consider this to be an area of focus for our audit as the eventual outcome of the Litigation is uncertain and the position taken by the Directors involved significant judgement and estimation. In addition, the amounts involved are significant and may result in significant adjustments to the financial statements should the eventual outcome be unfavourable to the Group.

Our procedures to address this area of focus include, amongst others, the following:

- perused through the significant contract terms and conditions, including that of the Land SPA;
- interviewed the Directors and management to understand the basis of their conclusion in respect of this Litigation;
- assessed the legal counsels' objectivity and independence; and reviewed their credentials, qualifications, experience and reputation;
- evaluated the rationale and basis for the legal counsels' opinion by interviewing them to gain an understanding of the basis of their opinion including their knowledge relating to such litigations/claims in general;
- interviewed the component auditors on their basis of conclusion that the capitalised cost incurred is not impaired; and
- corroborated the legal counsels' assessment and the view of the component auditors, with an independent review by our global firm counterparts in South Korea.

We have also reviewed and assessed the completeness and accuracy of the Group's disclosures pertaining to the said Litigation as disclosed in Note 40.

INDEPENDENT AUDITORS' REPORT
TO THE MEMBERS OF BERJAYA LAND BERHAD
(Incorporated in Malaysia)

Key audit matters (Cont'd)

Toto betting revenue and related cost of sales

(Refer to summary of significant accounting policies in Note 2.2(24)(ix), and the disclosure of revenue in Note 28 to the financial statements.)

The Group is involved in toto betting operations which revenue is derived from a large volume of individually insignificant transactions. The Group relies heavily on its information technology system to account for such revenue. During the year the Group recognised revenue of approximately RM3.12 billion from toto betting operations, which accounts for 49% of the Group's revenue. The related cost of sales from toto betting operations was RM2.49 billion, which accounts for 51% of the Group's cost of sales.

The amounts recognised for revenue and cost of sales from toto betting operations is a key audit matter because the amounts recognised are significant to the financial statements of the Group and they involve large volume of transactions which are processed by the Group's information technology systems.

Our procedures to address this area of focus include, amongst others, the following:

- obtained an understanding of the relevant internal controls over the process of recording of revenue and cost of sales;
- evaluated the operating effectiveness of the automated controls over revenue and cost of sales processes by involving our internal experts in testing the operating effectiveness of such automated controls. We also tested the accuracy of interface between the sales terminal system and the betting operating system, and related calculation of prize payment in the financial information system;
- evaluated the effectiveness of the non-automated controls in place to ensure the accuracy of revenue and cost of sales recognised, including the timely posting of revenue and cost of sales to the general ledger in financial information system;
- evaluated transactions recorded close to the year end, including draw sales after year end, to establish whether those transactions were recorded in the correct accounting period; and
- performed reconciliation of cash receipts to revenue recorded in the financial statements.

We have also reviewed and assessed the adequacy of the Group's disclosures relating to revenue and cost of sales.

Valuation of investment properties

(Refer to summary of significant accounting policies in Note 2.2(4), the disclosure of investment properties in Note 4, and fair value measurements in Note 43(a) to the financial statements.)

As at 30 April 2017, the carrying amount of investment properties amounted to RM740 million representing 8% and 6% of the Group's total non-current assets and total assets respectively.

Investment properties are stated at fair value and any gain or loss arising from changes in the fair value are included in profit or loss in the year in which they arise. The Group has appointed independent professional valuers to perform valuations on its investment properties. The valuations are based on assumptions, amongst others, comparable historical transactions and adjustments factors to comparable transactions including location, size, condition, accessibility and design and market knowledge.

We consider the valuation of the investment properties as an area of audit focus as such valuation involves significant judgement and estimates that are highly subjective.

Key audit matters (Cont'd)

Valuation of investment properties (Cont'd)

Our procedures to address this area of focus include, amongst others, the following:

- assessed the objectivity, independence, reputation and expertise of the independent valuers;
- obtained an understanding of the methodology adopted by the independent valuers in estimating the fair value of the investment properties and assessed whether such methodology is consistent with those used in the industry; and
- evaluated the appropriateness of the data used by the independent valuers as input into their valuations. We interviewed the external valuers, discussed and challenged the significant estimates and assumptions applied in their valuation process.

We also reviewed and assessed the Group's disclosures relating to investment properties.

Information other than the financial statements and auditors' report thereon

The directors of the Company are responsible for the other information. The other information comprises the Directors' Report, but does not include the financial statements of the Group and of the Company and our auditors' report thereon, which we obtained prior to the date of this auditors' report, and the annual report, which is expected to be made available to us after the date of this auditors' report.

Our opinion on the financial statements of the Group and of the Company does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements of the Group and of the Company, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements of the Group and of the Company or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditors' report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to the directors of the Company and take appropriate action.

Responsibilities of the directors for the financial statements

The directors of the Company are responsible for the preparation of financial statements of the Group and of the Company that give a true and fair view in accordance with Financial Reporting Standards and the requirements of the Companies Act 2016 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements of the Group and of the Company that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements of the Group and of the Company, the directors are responsible for assessing the Group's and the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Group or the Company or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF BERJAYA LAND BERHAD (Incorporated in Malaysia)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements of the Group and of the Company as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements of the Group and of the Company, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit 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 Group's and the Company's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors;
- conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's or the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements of the Group and of the Company or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group or the Company to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements of the Group and of the Company, including the disclosures, and whether the financial statements of the Group and of the Company represent the underlying transactions and events in a manner that achieves fair presentation; and
- obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the financial statements of the Group. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Auditors' responsibilities for the audit of the financial statements (Cont'd)

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the Group and of the Company for the current year and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

In accordance with the requirements of the Companies Act 2016 in Malaysia, we report that the subsidiaries of which we have not acted as auditors, are disclosed in Note 49 to the financial statements.

Other reporting responsibilities

The supplementary information set out in Note 50 on page 220 is disclosed to meet the requirement 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.

Other matters

This report is made solely to the members of the Company, as a body, in accordance with Section 266 of the Companies Act 2016 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
9 August 2017

LOW KHUNG LEONG
No. 02697/01/2019 J
Chartered Accountant

LIST OF MAJOR PROPERTIES

as at 30 April 2017

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net carrying amount RM'000
Yerae-dong, Seogwipo-si Jeju Special Self-Governing Province, South Korea	Freehold	9.14 hectares	Land held for development	N/A	10.08.2009	604,254
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	568,009
Lot 352 Seksyen 20 Bandar Kuantan District of Kuantan Pahang Darul Makmur	Freehold	5.46 acres	Shopping mall for rental	19 years	05.02.1991	270,004
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	14 years	06.01.1998	203,416
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	14 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	14 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	14 years	01.07.2008	
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	14 years	10.02.2010	

LIST OF MAJOR PROPERTIES

as at 30 April 2017

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net carrying amount RM'000
B44-04, Tower B Berjaya Times Square No. 1 Jalan Imbi Kuala Lumpur	Freehold	3,821 sq ft	Penthouse	14 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	179,646
HS(D) 52466-68, PT 4625-27 HS(D) 52471-75, PT 4630-34 Mukim Sungai Tinggi Daerah Ulu Selangor Selangor Darul Ehsan	Freehold	871.1 acres	Land for mixed development	N/A	31.03.2017	155,002
HS(D) 4/94, PT 278	Leasehold expiring on 30.04.2069	85.83 acres	Beach resort (424 guest rooms/ chalets)	24 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 558	Freehold	613.68 acres	Beach resort (183 guest rooms and a villa)	>21 years	Year 1990	}
Lot 705	}				Year 2010	}
Lot 50000	}					}
Lot 50001	}					}
Lot 50002	}					}
						}
Lot 239, 240-242 PT 925, 926, 927 PT 928, 929 Teluk Dalam and Teluk Siang, Pulau Redang Terengganu Darul Iman	}				16.10.1993	}
	}					}
	}					}
	}					}
	}					}

LIST OF MAJOR PROPERTIES

as at 30 April 2017

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net carrying amount RM'000
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	30 years	30.12.1985	104,818
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	31 years	27.11.1989	104,520
312 parcels of land at Onna-Son Okinawa Island, Japan	Freehold	103,438 sq m	Land held for development	N/A	Since 15.07.2009	98,518
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	87,906
Lot PT 4805, 4806 HS(D) 81319, 81320 Mukim Petaling Kuala Lumpur	Freehold	7,129,260 sq ft	Club house and golf course	> 25 years	05.09.1991	85,524
10 parcels of land at Uruma-shi Okinawa Island, Japan	Freehold	57,479 sq m	Land with hotel building (123 guest rooms)	23 years	30.03.2017	70,587
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	14 years	06.01.1998	65,556
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	14 years	06.01.1998	55,026
164-166 Sussex Gardens London W2 1UD United Kingdom	Freehold	About 3,926 sq ft	Hotel operation (46 guest rooms)	> 152 years	29.09.2014	54,593

LIST OF MAJOR PROPERTIES

as at 30 April 2017

Location	Tenure	Size	Description	Estimated Age of Building	Date of Acquisition	Net carrying amount RM'000
7835 Makati Avenue Corner Eduque Street Makati City, Philippines 1209	Freehold	586 sq m	Hotel (223 guest rooms)	16 years	4.12.2009	54,143
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)	> 38 years	05.05.2008	53,384
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	31 years	1.10.1984	50,942
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	50,109

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 13, 25, 30, 31, 32, 33, 34, 39, 41 and 47 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 2017 amounted to RM657,000 (2016 : RM645,000).

The total number of employees of the Group at 30 April 2017 is 4,793 (2016 : 4,775).

GROUP ADDRESSES

BERJAYA HOTELS & RESORTS

Corporate Office

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Berjaya Times Square Hotel
No. 1, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2142 9611
Fax : 603-2144 2526/2527
Email : bhr@berjayahotel.com
Website : www.berjayahotel.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@berjayahotel.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@berjayahotel.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

Berjaya Penang Hotel (formerly known as Georgetown City Hotel)

1-Stop Midlands Park
Jalan Burmah
10350 Pulau Pinang
Tel : 604-227 7111
Fax : 604-226 7111
Email : pg.reservation@berjayahotel.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@berjayahotel.com

ANSA 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@berjayahotel.com

Berjaya Praslin Resort – Seychelles

Anse Volbert, Praslin, Seychelles
Tel : 248-4286-286
Fax : 248-4232-244
Email : praslin.rsvn@berjayahotel.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@berjayahotel.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_bmrhb@sltnet.lk

Sheraton Hanoi Hotel – Vietnam

K5 Nghi Tam
11, Xuan Dieu Road
Tay Ho District, Hanoi
Socialist Republic of Vietnam
Tel : 84-24-3719 9000
Fax : 84-24-3719 9001
Email : reservations.hanoi@sheraton.com

InterContinental Hanoi Westlake – Vietnam

1A, Nghi Tam
Tay Ho District, Hanoi
Socialist Republic of Vietnam
Tel : 84-24-6270 8888
Fax : 84-24-6270 9999
Email : reservation.hanoi@ihg.com

Four Seasons Hotel Kyoto

445-3 Myohoin Maekawa-Cho
Higashiyama-Ku
Kyoto 605-0932
Japan
Tel : 81-75 541 8288
Fax : 81-75 541 8287
Email : contactus.kyoto@fourseasons.com

Berjaya Makati Hotel – Philippines

7835, Makati Ave., Corner Eduque Street
Makati City, Manila, Philippines 1209
Tel : 632-750 7500
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Email : manila.inquiry@berjayahotel.com

The Castleton Hotel, London – United Kingdom

164-166 Sussex Gardens
London W2 1UD, United Kingdom
Tel : 44-20-7706-4666
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CLUBS & RECREATION

Tioman Island Golf Club, Pahang

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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
AIR JET PARTNERS MALAYSIA
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

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 : 84-28-3521 0038 (General)
84-28-3521 0001 (Marketing)
Fax : 84-28-3521 0039

Berjaya – Handico12 Co., Ltd., Hanoi The Pavilion

Ha Noi Garden City
Thach Ban Ward, Long Bien District
Hanoi, Socialist Republic of Vietnam
Tel : 84-24-3652 6666
Fax : 84-24-3652 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

GROUP ADDRESSES

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 : 603-2143 8028
Email : propmgmt@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

Jalan 1C/149
Off Jalan Sungai Besi
57100 Kuala Lumpur

Sri Pelangi Condominiums

Sri Pelangi Shops & Apartments

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 Green Avenue Condominiums

Jalan 1/155B, Bukit Jalil
57000 Kuala Lumpur

Arena Green Apartments Residensi Lanai

Jalan 1/55A, Bukit Jalil
57000 Kuala Lumpur

Savanna Bukit Jalil Condominiums

Jalan 1/155A, Bukit Jalil
57000 Kuala Lumpur

Savanna 2 Bukit Jalil Covillea Bukit Jalil

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

Jalan TK 4/11
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

Kinrara Putri Apartments

Jalan TK 4/12
Taman Kinrara Seksyen IV
47100 Puchong
Selangor Darul Ehsan

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

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

Penang Office:

88 Jalan Masjid Negeri
11600 Pulau Pinang
Tel : 604-658 2828

Singapore Office:

Berjaya Corporation (S) Pte. Ltd.

680 Upper Thomson Road
#01-13 Singapore 787103
Tel : 602-6227 3688
Fax : 602-6225 4966

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

Plaza Berjaya, Kuala Lumpur

Lot 2.05, 2nd Floor
Podium Block Plaza Berjaya
No. 12, Jalan Imbi
55100 Kuala Lumpur
Tel : 603-2141 2818

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

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 : 44-20-7245 1122
Website : www.hrowen.co.uk

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Berjaya Corporation Berhad (“BCorp”) and its unlisted subsidiary companies:-		
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	46
Berjaya Education Sdn Bhd	Receipt of education and staff training services by BLand Group	173
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	24
	Rental receivable by Nural Enterprise Sdn Bhd (“NESB”) for renting of Units 5.1, 5.2, 5.3, 5.6, 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	514
	Rental receivable by Tiram Jaya Sdn Bhd for renting of Unit 8.5, 8 th Floor of Apartment Block, Plaza Berjaya, Jalan Imbi, 55100 Kuala Lumpur	27
Changan Berjaya Auto Sdn Bhd	Rental income receivable by Klasik Mewah Sdn Bhd (“KMSB”) for renting of premise 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	77
Inter-Pacific Trading Sdn Bhd	Rental income receivable by NESB for renting of office at Lot 1.35A, 1st Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	32
	Purchase of stationery products by BLand Group	107
Inter-Pacific Securities Sdn Bhd	Provision of security guard services by Berjaya Guard Services Sdn Bhd (“BGSSB”)	81
	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	1,092
Prime Credit Leasing Sdn Bhd	Receipt of leasing and hire purchase facilities by BLand Group	584
Ambilan Imej Sdn Bhd	Rental payable by BLand for renting of office at Level 12, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	1,092

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Berjaya Corporation Berhad (“BCorp”) and its unlisted subsidiary companies:- (cont’d)		
Berjaya Books Sdn Bhd	Provision of security guard services by BGSSB	27
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.	109
	Wet lease charges receivable by Berjaya Air Sdn Bhd (“BAir”) for aircraft leasing facilities	960
Kimia Suchi Marketing Sdn Bhd	Purchase of cleaning chemical products by the various hotels and resorts in BLand Group	414
Berjaya Hills Resort Berhad (formerly known as Berjaya Hills Berhad)	General marketing charges payable to Berjaya Hotels & Resorts (Singapore) Pte Ltd	50
BLoyalty Sdn Bhd	Loyalty reward charges payable by BLand Group	148
	Rental income receivable by NESB for renting offices at Lots 7A, 7B & 7C, 7 th Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	26
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	14
	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	15
	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	31
	5. BGSSB for renting of offices at Lots 6.01, 6.02 & 6.03, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	78
	6. Tioman Island Resort Berhad for renting of storage space at Lot 22F, Wisma Cosway, Jalan Raja Chulan, Kuala Lumpur	1
	Provision of security guard services by BGSSB	242
Graphic Press Sdn Bhd	Provision of security guard services by BGSSB	137
E.V.A Management Sdn Bhd	Human resources management service fees payable by BLand Group	34
Total		6,743

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Bermaz Auto Berhad (formerly known as Berjaya Auto Berhad) and/or its unlisted subsidiary company:-		
Bermaz Motor Trading Sdn Bhd	Purchase of motor vehicles, component parts and other related products and services by the BLand Group	67
Total		67
Berjaya Sports Toto Berhad (“BToto”) and its unlisted subsidiary companies:-		
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	180
FEAB Properties Sdn Bhd	Rental income payable by BLangkawi for renting of restaurant premises at Plot C, Teluk Burau, Padang Matsirat, Pulau Langkawi, Kedah	115
Sports Toto Malaysia Sdn Bhd	Provision of security guard services by BGSSB	4,168
	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 apartment at Lot 5.4, 5th Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	19
	2. Renting of apartment at Lot 10.4, 10th Floor, Podium 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	7,253
Total		15,112

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Berjaya Assets Berhad (“BAssets”) and its unlisted subsidiary companies:-		
Berjaya Times Square Sdn Bhd	Rental payable by: <ol style="list-style-type: none"> 1. Budi Impian Sdn Bhd for renting of shoplots at Lots LG-73, 74 & 74A, Lower Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur 2. BLand for renting of offices at Lots 02-17 & 02-34, Level 2, Berjaya Times Square, Jalan Imbi, Kuala Lumpur 3. Marvel Fresh Sdn Bhd for renting of storage space at G-31, Ground Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur 	242
	Provision of security guard services by BGSSB	69
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	217
BTS Car Park Sdn Bhd	Parking charges paid by BLand Group for leasing of parking bays at Berjaya Times Square, Jalan Imbi, Kuala Lumpur	142
Berjaya Assets Food (BAF) Sdn Bhd	Rental receivable by ANSA Hotel KL Sdn Bhd for renting of premise at Lot No.0.2, Ground Floor, 101, Jalan Bukit Bintang, Kuala Lumpur	641
Total		1,968
Berjaya Media Berhad and/or its unlisted subsidiary company:-		
Sun Media Corporation Sdn Bhd	Rental income receivable by Regnis Industries (M) Sdn Bhd (“Regnis”) for renting of office at part of Ground Floor, 5 th Floor and whole of 4 th Floor and store room at basement level, Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	573
	Provision of security guard services by Regnis	52
	Receipt of advertising and publishing services by BLand Group	35
Total		660

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Berjaya Food Berhad and/or its unlisted subsidiary companies:-		
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	67
	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 Lot 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	196
	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 store room at Lot 3.04, 3rd Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	16
	7. ANSA Hotel KL Sdn Bhd for renting of premise at Lot 03, Ground Floor, 101, Jalan Bukit Bintang, Kuala Lumpur	1,115
	Provision of security guard services by BGSSB	281
Total		1,878

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
7-Eleven Malaysia Holdings Berhad (“SEM”) and its unlisted subsidiary company:-		
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, Podium Block, 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	359
	6. NESB for renting of office at Lot 1.05, 1st Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	95
	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 Lot 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. NESB for renting office at Suite 5F, Office Tower, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	24
	11. 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
Total		2,240

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Other Related Parties:-		
Singer (Malaysia) Sdn Bhd (“Singer”) (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	192
	Purchase of products and services by the BLand Group	708
Berjaya Sompo Insurance Berhad (b)	Rental income payable by BHSSB for renting of service suites at A-18-18, 18 th Floor, B-26-19, 26 th Floor, B-30-12, 30 th Floor and B-42-10, 42 nd Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	98
	Rental income payable by BHSSB for renting of service suites at A-22-04 & A-22-07, 22 nd Floor, B-26-20, 26 th Floor and B-27-10, 27 th Floor, B-28-08 & B-28-10, 28 th Floor, B-29-08, 29 th Floor, B-32-18, 32 nd Floor and B-39-18, 39 th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	402
	Rental income payable by BHSSB for renting of service suites at A-17-08, 17 th Floor and A-30-21, 30 th Floor, Berjaya Times Square, Jalan Imbi, Kuala Lumpur	62
	Rental income receivable by NESB for renting of shoplot at Lots 2.03 & 2.04, 2nd Floor, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	22
	Rental income received by NESB for renting of shoplot at G027G, Ground Floor, Podium Block, Plaza Berjaya, Jalan Imbi, Kuala Lumpur	48
	Parking charges receivable by NESB for leasing of parking at basement of Plaza Berjaya, Jalan Imbi, Kuala Lumpur	12
	Rental income receivable by:	
	1. Regnis for renting of rooftop at Lot 6, Jalan 217, Section 51, Petaling Jaya, Selangor	29
U Mobile Sdn Bhd (c)	2. BGolf for renting of watchtower at Bukit Jalil Golf & Country Resort, Jalan 3/155B, Kuala Lumpur	51
	3. AGSB for renting of offices at 1st & 2nd Floor, No.32, Jalan Sultan Ismail, Kuala Lumpur	219
	4. Bukit Kiara Resort Bhd (“BKiara”) for renting of broadcasting facility at Bukit Kiara Equestrian & Country Resort, Off Jalan Damansara, Kuala Lumpur	51
	5. Georgetown City Hotel Sdn Bhd for renting of rooftop at Georgetown City Hotel, Jalan Burmah, Pulau Pinang	60

RECURRENT RELATED PARTY TRANSACTIONS

Of A Revenue Or Trading Nature for the year ended 30 April 2017

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)
Other Related Parties:- (cont'd)		
U Mobile Sdn Bhd (c) (cont'd)	Rental income receivable by: (cont'd)	
	6. Amat Muhibah Sdn Bhd for renting of broadcasting facility at Desa Water Park, Jalan Klang Lama, Kuala Lumpur	18
	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	122
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	543
	2. BGolf for renting of Oriental Pearl at Bukit Jalil Golf & Country Resort, Jalan 3/155B, Kuala Lumpur	870
Songbird Amusement Sdn Bhd ("Songbird") (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	335
Qinetics Solutions Sdn Bhd (f)	Receipt of information technology consultancy and management related services and purchase of networking equipment by BLand Group	381
Qinetics Services Sdn Bhd (f)	Receipt of information technology consultancy and management related services and purchase of networking equipment by BLand Group	1,820
Berjaya Radioshack Sdn Bhd ("BRadioshack") (a)	Provision of security guard services by BGSSB	14
Total		6,588
Grand Total		35,256

Notes:

- (a) A wholly-owned subsidiary of SEM which in turn is 36.91%-owned by Berjaya Retail Berhad ("BRetail"). Singer and BRadioshack are wholly-owned subsidiaries of BRetail 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 Yioun ("TSVT") is deemed major shareholder of Intan.
- (b) Associated company of BCorp.
- (c) TSVT, the Chairman of U Mobile Sdn Bhd ("UMSB") is also a deemed major shareholder in UMSB.
- (d) 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, a brother of TSVT, is a major shareholder of DKSB.
- (e) A wholly-owned subsidiary of Perfect Patent Sdn Bhd. Ms Tan Choon Lui, a sister of TSVT, is a major shareholder of Songbird by virtue of her interest in Perfect Patent Sdn Bhd.
- (f) Subsidiary companies of MOL.com Sdn Bhd ("MOL"). TSVT is a deemed major shareholder in these companies by virtue of his interest in MOL.

STATEMENT OF DIRECTORS' SHAREHOLDINGS

as at 17 July 2017

THE COMPANY

	No. of Ordinary Shares			
	Direct Interest	%	Deemed 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			
	Direct Interest	%	Deemed Interest	%
Dato' Ng Sooi Lin	136,681	0.00	–	–
Tan Thiam Chai	126,992	0.00	107,288 #	0.00
Datuk Robert Yong Kuen Loke	1,051,545	0.02	–	–
Chryseis Tan Sheik Ling	202,910	0.00	–	–

	No. of 5% Irredeemable Convertible Unsecured Loan Stocks 2012/2022 of RM1.00 nominal value each			
	Direct Interest	%	Deemed 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 Interest	%	Deemed Interest	%
Dato' Ng Sooi Lin	1,000	0.00	–	–
Tan Thiam Chai	1,000	0.00	–	–

	Number of Warrants 2012/2022			
	Direct Interest	%	Deemed 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

	Number of Warrants 2016/2026			
	Direct Interest	%	Deemed Interest	%
Dato' Ng Sooi Lin	1,000	0.00	–	–
Tan Thiam Chai	1,000	0.00	–	–

STATEMENT OF DIRECTORS' SHAREHOLDINGS

as at 17 July 2017

RELATED COMPANIES

BERJAYA SPORTS TOTO BERHAD

	No. of Ordinary Shares			
	Direct Interest	%	Deemed Interest	%
Tan Thiam Chai	172,284	0.01	133,165 #	0.01
Datuk Robert Yong Kuen Loke	123,667	0.01	–	–

BERJAYA FOOD BERHAD

	No. of Ordinary Shares			
	Direct Interest	%	Deemed Interest	%
Tan Thiam Chai	445,800	0.12	–	–

	No. of Ordinary Shares under Employees' Share Scheme ("ESS") *			
	Direct Interest	%	Deemed Interest	%
<u>Number of ESS Options</u>				
Tan Thiam Chai	320,000	0.09	–	–
<u>Number of ESS Shares</u>				
Tan Thiam Chai	80,000	0.02	–	–

Save as disclosed, none of the other Directors of the Company has any interests in the shares, warrants and debentures of the Company or its related corporations as at 17 July 2017.

Denotes indirect interest held pursuant to Section 59(11)(c) of the Companies Act, 2016.

* The ESS Options and ESS Shares were granted under the ESS approved by the shareholders of Berjaya Food Berhad at its Extraordinary General Meeting held on 5 October 2016.

STATISTICS ON SHAREHOLDINGS

as at 17 July 2017

ANALYSIS OF SHAREHOLDINGS

Size of Shareholdings	No. of Shareholders	%	No. of Shares	%
less than 100	327	5.85	6,682	0.00
100 - 1,000	1,210	21.63	588,872	0.01
1,001 - 10,000	2,283	40.82	11,811,886	0.24
10,001 - 100,000	1,500	26.82	43,597,804	0.87
100,001 - 249,469,699	271	4.84	4,112,015,852	82.42
249,469,700 * and above	2	0.04	821,372,904	16.46
Total	5,593	100.00	4,989,394,000	100.00

Note: There is only one class of shares in the share 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	531,372,904	10.65
2	RHB Nominees (Tempatan) Sdn Bhd Bank Of China (Malaysia) Berhad Pledged Securities Account For Teras Mewah Sdn Bhd	290,000,000	5.81
3	Citigroup Nominees (Asing) Sdn Bhd Macquarie Bank Limited (London Branch)	246,000,000	4.93
4	Teras Mewah Sdn Bhd	174,452,984	3.50
5	RHB Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd	161,928,096	3.25
6	HSBC Nominees (Asing) Sdn Bhd CS Sec (Europe) Ltd For PCM Industrial L.P.	145,787,196	2.92
7	Citigroup Nominees (Asing) Sdn Bhd Goldman Sachs International	129,404,924	2.59
8	Berjaya Corporation Berhad	126,820,000	2.54
9	CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account-CIMB Investment Bank Berhad For Bizurai Bijak (M) Sdn Bhd (SSCA-BGT)	120,000,000	2.41
10	Alliancegroup Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd	115,000,000	2.31
11	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd (414084-91161C)	113,000,000	2.27
12	RHB Capital Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd (Berjaya Corp)	99,000,000	1.98
13	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd	96,070,000	1.93
14	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd (51430112619A)	90,000,000	1.80
15	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd (414084-91161D)	90,000,000	1.80

THIRTY (30) LARGEST SHAREHOLDERS (cont'd)

NO.	NAME OF SHAREHOLDERS	NO. OF SHARES HELD	(%)
16	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Sublime Cartel Sdn Bhd (41408491163A)	78,000,000	1.56
17	CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account-CIMB Investment Bank Berhad For Juara Sejati Sdn Bhd (SSCA-BGT)	76,500,000	1.53
18	RHB Nominees (Tempatan) Sdn Bhd Bank Of China (Malaysia) Berhad Pledged Securities Account For Inter-Pacific Capital Sdn Bhd	75,000,000	1.50
19	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd	70,970,000	1.42
20	Citigroup Nominees (Asing) Sdn Bhd Pledged Securities Account For Penta Master Fund, Ltd	65,764,300	1.32
21	Affin Hwang Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Juara Sejati Sdn Bhd	63,800,000	1.28
22	BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Teras Mewah Sdn Bhd	56,000,000	1.12
23	Maybank Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Times Square Sdn Bhd	55,881,000	1.12
24	RHB Nominees (Tempatan) Sdn Bhd Industrial And Commercial Bank Of China (Malaysia) Berhad Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd	55,000,000	1.10
25	Affin Hwang Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya Corporation Berhad	49,480,000	0.99
26	HSBC Nominees (Asing) Sdn Bhd Exempt An For Credit Suisse Securities (Europe) Limited	48,354,700	0.97
27	CIMB Group Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Bizurai Bijak (M) Sdn Bhd (BCB CBM-C2-SBLC)	48,000,000	0.96
28	Bizurai Bijak (M) Sdn Bhd	47,536,220	0.95
29	BBL Nominees (Tempatan) Sdn Bhd Pledged Securities Account For Inter-Pacific Securities Sdn Bhd	46,100,000	0.93
30	ABB Nominee (Tempatan) Sdn Bhd Pledged Securities Account For Berjaya VTCY Sdn Bhd (TL Facility)	44,891,176	0.90
		3,410,113,500	68.34

SUBSTANTIAL SHAREHOLDERS

as per Register Of Substantial Shareholders as at 17 July 2017

Names of Substantial Shareholder	No. of Shares				
	Direct	%	Indirect	%	Notes
Teras Mewah Sdn Bhd	1,214,144,984	24.33	0	0.00	
Juara Sejati Sdn Bhd	1,241,691,000	24.89	417,833,612	8.37	(a)
Bizurai Bijak (M) Sdn Bhd	659,100,000	13.21	274,352,612	5.50	(b)
Berjaya Capital Berhad	0	0.00	274,352,612	5.50	(c)
Berjaya Group Berhad	23,030,000	0.46	3,532,769,596	70.81	(d)
Berjaya Corporation Berhad	191,564,000	3.84	3,555,799,596	71.27	(e)
Tan Sri Dato' Seri Vincent Tan Chee Yioun	62,232,800	1.25	3,871,165,072	77.59	(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 Sampo 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 Sampo 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-Seventh 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 Monday, 23 October 2017 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 2017 and the Directors' and Auditors' Reports thereon.
2. To approve the payment of Directors' fees amounting to RM160,000.00 to the Non-Executive Directors of the Company for the financial year ended 30 April 2017. **RESOLUTION 1**
3. To approve the payment of Directors' fees up to an amount of RM288,000.00 to the Non-Executive Directors of the Company for the period from 1 May 2017 until the next Annual General Meeting of the Company to be held in 2018. **RESOLUTION 2**
4. To approve the payment of Directors' remuneration (excluding Directors' fees) to the Non-Executive Directors of the Company up to an amount of RM115,000.00 for the period from 31 January 2017 until the next Annual General Meeting of the Company to be held in 2018. **RESOLUTION 3**
5. To re-elect the following Directors retiring pursuant to Article 101 of the Company's Articles of Association:-
 - a) Datuk Robert Yong Kuen Loke **RESOLUTION 4**
 - b) Dato' Ng Sooi Lin **RESOLUTION 5**
6. To re-appoint Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as a Director of the Company. **RESOLUTION 6**
7. To re-appoint Messrs Ernst & Young as Auditors of the Company and to authorise the Directors to fix their remuneration. **RESOLUTION 7**
8. As special business:-

To consider and, if thought fit, pass the following Ordinary Resolutions:-

- (i) **Authority to Issue and Allot Shares pursuant to Sections 75 and 76 of the Companies Act, 2016** **RESOLUTION 8**

"THAT, subject always to the Companies Act, 2016, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, 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 Sections 75 and 76 of the Companies Act, 2016, to issue and allot shares in the Company from time to time at such price 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 the Directors be and are also empowered to obtain the approval from Bursa Malaysia Securities Berhad for the listing and quotation for the additional shares so issued AND THAT such authority shall continue to be in force until the conclusion of the next Annual General Meeting of the Company."

8. As special business:- (cont'd)

To consider and, if thought fit, pass the following Ordinary Resolutions:- (cont'd)

(ii) Proposed Renewal of and New Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature **RESOLUTION 9**

"THAT, subject to the provisions of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, 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 24 August 2017 ("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 340(2) of the Companies Act, 2016 (but shall not extend to such extension as may be allowed pursuant to Section 340(4) of the Companies Act, 2016); 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 10**

"THAT, subject always to the Companies Act, 2016, ("Act"), rules, regulations and orders made pursuant to the Act, provisions of the Company's Memorandum and Articles of Association, the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Exchange") and the requirements of any other relevant authority, the Directors of the Company be and are hereby authorised to purchase such number of ordinary shares 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 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 of the Company;

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 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 (of which may be dealt with in accordance with Section 127(7) of the Act); 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 11

“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
24 August 2017

NOTICE OF ANNUAL GENERAL MEETING

NOTES:

1. Audited Financial Statements

The Audited Financial Statements are meant for discussion only as it does not require shareholders' approval pursuant to the provisions of Section 340(1)(a) of the Companies Act, 2016 ("CA 2016"). Hence, this item on the Agenda is not put forward for voting.

2. Directors' Fees and Directors' Remuneration

Section 230(1) of the CA 2016 provides that "fees" of the directors and "any benefits" payable to the directors of a listed company and its subsidiaries shall be approved at a general meeting. Pursuant thereto, shareholders' approval shall be sought at this Annual General Meeting ("AGM") for the payment of Directors' fees and benefits payable to the Non-Executive Directors of the Company under Resolutions 1 to 3.

The quantum of the Directors' fees for each of the Non-Executive Directors for the financial year ended 30 April 2017 is the same as the previous financial year ended 30 April 2016. Following the re-designation of Dato' Ng Sooi Lin as a Non-Executive Director with effect from 1 January 2017, the Director's fee for Dato' Ng Sooi Lin was pro-rated from 1 January 2017 up to 30 April 2017.

The quantum of the Directors' fees proposed for the period from 1 May 2017 until the next AGM of the Company are also the same as the quantum paid for each of the Non-Executive Directors in the financial year ended 30 April 2017 and assuming that all the Non-Executive Directors will hold office until the end of the next AGM in 2018.

The current Directors' remuneration (excluding Directors' fees) payable to the Non-Executive Directors for the Company comprises of meeting allowances.

In determining the estimated remuneration payable to the Non-Executive Directors, the Board considered various factors including the number of scheduled meetings for the Board of Directors ("Board"), Board Committees and general meetings of the Company as well as the number of Non-Executive Directors involved in these meetings.

The proposed Resolutions 2 and 3, if passed, is to facilitate the payment of Directors' fees and Directors' remuneration on a monthly basis and/or as and when incurred. The Board opined that it is just and equitable for the Non-Executive Directors to be paid such payment on such basis upon them discharging their responsibilities and rendering their services to the Company.

In the event, where the payment of Directors' fees and Directors' remuneration (excluding Directors' fees) payable during the above period exceeded the estimated amount sought at this AGM, a shareholders' approval will be sought at the next AGM.

3. Proposed re-appointment of Director

Following the enforcement of the CA 2016 which came into force on 31 January 2017 repealing the Companies Act, 1965, a Director of a public company of or over the age of seventy (70) is no longer subject to retirement at the AGM.

At the previous Twenty-Sixth AGM held on 13 October 2016, Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim, who is over seventy (70) years of age has been re-appointed as a Director of the Company pursuant to Section 129(6) of the former Companies Act, 1965 to hold office until the conclusion of the Twenty-Seventh AGM in 2017.

The proposed Resolution 6, if passed, will confirm the appointment of Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as a Director of the Company at this AGM without any further requirement for him to seek re-appointment in the future except that he will be subject to retirement by rotation pursuant to Article 101 of the Company's Articles of Association.

4. Authority to Issue and Allot Shares pursuant to Sections 75 and 76 of the Companies Act, 2016

Resolution 8 is proposed for the purpose of granting a renewed general mandate (“General Mandate”) and empowering the Directors of the Company, pursuant to Sections 75 and 76 of the Companies Act, 2016, to issue and allot new shares in the Company from time to time at such price provided that the aggregate number of shares issued pursuant to the General Mandate does not exceed 10% of the issued 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 13 October 2016 and which will lapse at the conclusion of the Twenty-Seventh 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.

5. Proposed Renewal of and New Shareholders’ Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature

Resolution 9, 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 under Part A of the Circular/Statement to Shareholders dated 24 August 2017 which is despatched together with the Company’s 2017 Annual Report.

6. Proposed Renewal of Authority for the Company to Purchase its Own Shares

Resolution 10, if passed, will provide the mandate for the Company to buy back its own shares up to a limit of 10% of the issued 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 24 August 2017 which is despatched together with the Company’s 2017 Annual Report.

7. Proposed Retention of Independent Non-Executive Director

Resolution 11 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 2017 Annual Report.

8. Proxy and Entitlement of Attendance

- i) A member of the Company who is entitled to attend, speak and vote at the meeting is entitled to appoint a proxy to exercise all or any of his/her rights to attend, participate, speak and vote in his/her stead. A proxy may but need not be a member.
- 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.

NOTICE OF ANNUAL GENERAL MEETING

8. Proxy and Entitlement of Attendance (cont'd)

- 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.
- vii) Only members whose names appear in the Record of Depositors as at 13 October 2017 shall be entitled to attend and vote at the meeting.

9. 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:

_____ I.C.No. _____
(Name in full) (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-Seventh 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 Monday, 23 October 2017 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 for the financial year ended 30 April 2017		
RESOLUTION 2 - To approve payment of Directors' fees for the period from 1 May 2017 until the next Annual General Meeting of the Company		
RESOLUTION 3 - To approve payment of Directors' remuneration (excluding Directors' fees) for the period from 31 January 2017 until the next Annual General Meeting of the Company		
RESOLUTION 4 - To re-elect Datuk Robert Yong Kuen Loke as Director		
RESOLUTION 5 - To re-elect Dato' Ng Sooi Lin as Director		
RESOLUTION 6 - To re-appoint Tan Sri Datuk Seri Razman Md Hashim Bin Che Din Md Hashim as Director		
RESOLUTION 7 - To re-appoint Auditors		
RESOLUTION 8 - To approve authority to issue and allot shares		
RESOLUTION 9 - To renew and to seek shareholders' mandate for Recurrent Related Party Transactions		
RESOLUTION 10 - To renew authority for the Company to purchase its own shares		
RESOLUTION 11 - 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, 2017.

Notes:

1. A member of the Company who is entitled to attend, speak and vote at the meeting is entitled to appoint a proxy to exercise all or any of his/her rights to attend, participate, speak and vote in his/her stead. A proxy may but need not be a member.
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.
7. Only members whose names appear in the Record of Depositors as at 13 October 2017 shall 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

