

QUARTERLY REPORT
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	As at 30.6.2015 RM'000	As at 31.12.2014 RM'000
Assets:			
Non-current			
Property and equipment		11,271	9,398
Investment properties		372,450	371,921
Investment in an associated company		2,360,754	2,245,521
Intangible assets		1,042	953
Available-for-sale securities		165	165
Deferred tax assets		698	1,100
Capital financing		21,573	36,657
		2,767,953	2,665,715
Current			
Capital financing		348,225	358,339
Trade receivables		537	496
Other assets		2,107	3,597
Tax recoverable		979	3,403
Securities at fair value through profit or loss		16,567	82,618
Cash and bank balances		2,260	2,714
		370,675	451,167
Total Assets		3,138,628	3,116,882
Liabilities:			
Non-current			
Deferred tax liabilities		9,426	11,862
Current			
Deferred income		2,004	2,654
Trade payables		1,360	818
Tax payable		2,189	267
Borrowings	B8	328,418	378,214
Other liabilities		12,079	15,076
		346,050	397,029
Total Liabilities		355,476	408,891
Net Assets		2,783,152	2,707,991
Equity:			
Share capital		969,058	969,058
Treasury shares, at cost	A5	(30,232)	(30,232)
		938,826	938,826
Reserves		1,844,326	1,769,165
Total Equity / Equity attributable to Owners of the Company		2,783,152	2,707,991
Net Assets per share attributable to Owners of the Company (RM)		2.93	2.85

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2014)

QUARTERLY REPORT
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	Current quarter ended 30.6.2015 RM'000	Comparative quarter ended 30.6.2014 RM'000	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Revenue	13,781	14,768	27,563	29,884
Direct costs	(4,141)	(3,950)	(8,314)	(7,660)
Gross profit	9,640	10,818	19,249	22,224
Other income	610	5,404	12,261	5,481
Administrative expenses	(4,615)	(3,638)	(8,299)	(7,097)
Other items of expense	(50)	(4,246)	(10,433)	(5,209)
	5,585	8,338	12,778	15,399
Finance costs	(1,001)	(542)	(1,991)	(1,079)
	4,584	7,796	10,787	14,320
Share of profit of an associated company	46,247	48,777	87,545	87,113
Profit Before Tax	50,831	56,573	98,332	101,433
Income tax	(1,701)	(3,421)	(3,650)	(6,600)
Profit After Tax / Profit attributable to Owners of the Company	49,130	53,152	94,682	94,833
Other Comprehensive Income for the period, net of tax				
Items that will be reclassified subsequently to profit or loss:				
Share of other comprehensive income / reserves of an associated company	7,062	354	28,029	797
Total Comprehensive Income attributable to Owners of the Company	56,192	53,506	122,711	95,630
Earnings Per Share attributable to Owners of the Company (sen)				
Basic / Diluted	5.17	5.59	9.96	9.89

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2014)

QUARTERLY REPORT
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	Attributable to Owners of the Company					Total
	Distributable Share capital	Treasury shares (Note A5)	Revalua -tion reserve	Distributable Other reserves	Distributable Retained profits	
	RM'000	RM'000	RM'000	RM'000	RM'000	
As at 1.1.2015	969,058	(30,232)	76,321	22,196	1,670,648	2,707,991
Total Comprehensive Income	-	-	-	28,029	94,682	122,711
Dividends paid to Owners of the Company	-	-	-	-	(47,551)	(47,551)
Share of accretion of interest in a subsidiary of an associated company	-	-	-	-	1	1
Total transactions with Owners and changes in ownership interests	-	-	-	-	(47,550)	(47,550)
As at 30.6.2015	969,058	(30,232)	76,321	50,225	1,717,780	2,783,152
As at 1.1.2014	969,058	(787)	76,321	(2,421)	1,553,437	2,595,608
Total Comprehensive Income	-	-	-	797	94,833	95,630
Dividends paid to Owners of the Company	-	-	-	-	(47,548)	(47,548)
Shares buybacks	-	(29,445)	-	-	-	(29,445)
Total transactions with Owners and changes in ownership interests	-	(29,445)	-	-	(47,548)	(76,993)
As at 30.6.2014	969,058	(30,232)	76,321	(1,624)	1,600,722	2,614,245

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2014)

QUARTERLY REPORT
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Cash Flows From Operating Activities		
Profit before tax	98,332	101,433
Adjustments for:		
Non-cash and non-operating items	(9,353)	(10,366)
Share of profit of an associated company	(87,545)	(87,113)
Operating profit before working capital changes	1,434	3,954
<i>(Increase)/Decrease in operating assets:</i>		
Capital financing	24,860	36,399
Trade and other receivables	(594)	(1,471)
<i>Decrease in operating liabilities:</i>		
Deferred income	(650)	(595)
Trade and other payables	(2,620)	(13,394)
Cash generated from operations	22,430	24,893
Interest received	16,430	16,371
Interest paid	(5,630)	(4,856)
Income tax paid net of refund	(1,339)	(2,877)
Net cash generated from operating activities	31,891	33,531
Cash Flows From Investing Activities		
Dividends received	170	160
Expenditure incurred on investment properties	(529)	(350)
Payment for trademarks	-	(8)
Proceeds from disposals of equipment	-	22
Proceeds from disposals of securities at fair value through profit or loss	24,963	27,738
Purchase of securities at fair value through profit or loss	-	(5,100)
Purchase of equipment	(30)	(998)
Purchase of software licenses	-	(7)
Net cash generated from investing activities	24,574	21,457

QUARTERLY REPORT**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE SECOND QUARTER ENDED 30 JUNE 2015 (CONT'D)**

	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Cash Flows From Financing Activities		
Dividends paid to Owners of the Company	(47,551)	(47,548)
Interest paid	(1,991)	(1,079)
(Repayment)/Drawdown of revolving credits	(49,750)	22,585
Payments for share buybacks	-	(29,445)
Net cash used in financing activities	<u>(99,292)</u>	<u>(55,487)</u>
Net decrease in Cash and Cash Equivalents	(42,827)	(499)
Cash and Cash Equivalents at beginning of period	56,098	2,015
Cash and Cash Equivalents at end of period	<u>13,271</u>	<u>1,516</u>
Cash and Cash Equivalents comprised:		
Cash and bank balances	2,260	1,516
Securities at fair value through profit or loss, liquid investment	11,011	-
	<u>13,271</u>	<u>1,516</u>

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 31 December 2014)

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015

The unaudited interim financial report ("the quarterly report") have been prepared in accordance with the MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K - Periodic Disclosures of the Listing Requirements of Bursa Malaysia Securities Berhad

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting ("MFRS 134") issued by the MASB

A1. Basis of preparation

This quarterly report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2014 and the accompanying explanatory notes, which provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2014.

The significant accounting policies and methods of computation applied in preparing the unaudited interim financial statements are consistent with those adopted in the audited financial statements for the year ended 31 December 2014. For the current year to date, the Group adopted the following standards and amendments to published standards that are applicable and are effective for the Group's annual periods commencing on or after 1 January 2015:

(a) Amendments to MFRS 119 Defined Benefit Plans: Employee Contributions

Amendments to MFRS 119 clarify the application of MFRS 119 Employee Benefits to plans that require employees or third parties to contribute towards the cost of benefits. The amendment permits contributions that are linked to service, and do not vary with the length of employee service, to be deducted from the cost of benefits earned in the period that the service is provided.

Contributions that are linked to service, and vary according to the length of employee service, must be spread over the service period using the same attribution method that is applied to the benefits; that means either in accordance with the formula in the pension plan, or where the plan provides a materially higher level of benefit for service in later years, on a straight line basis. Contributions that are not linked to service are reflected in the measurement of the benefit obligation.

(b) Annual Improvements to MFRSs 2010 - 2012 Cycle

(i) MFRS 2 Share-based Payment

The amendment clarifies the definition of "vesting condition" by separately defines "performance condition" and "service condition".

A1. Basis of preparation (Cont'd)**(b) Annual Improvements to MFRSs 2010 - 2012 Cycle (Cont'd)****(ii) MFRS 3 Business combinations**

This amendment clarify that an obligation to pay contingent consideration which meets the definition of a financial instrument is classified as a financial liability or as equity, on the basis of the definitions under MFRS 132. The amendment requires other non-equity contingent consideration, both financial and non-financial, to be measured at fair value at each reporting date, with changes in fair value shall be recognised in profit and loss in accordance with MFRS 9 Financial Instruments.

This is applicable for business combinations where the acquisition date is on or after 1 July 2014.

(iii) MFRS 8 Operating segments

The standard is amended to disclose the judgements made by management in aggregating operating segments. This includes a brief description of the operating segments which have been aggregated and the economic indicators which have been assessed in determining that the aggregated segments share similar economic characteristics. This amendment requires a reconciliation of segments' assets to the entity's assets when segment assets are reported and such amounts are regularly provided to the chief operating decision maker.

(iv) MFRS 13 Fair value measurement

MFRS 13 amended the basis of conclusions to clarify that short-term receivables and payables with no stated interest rates can be measured at invoice amounts when the effect of discounting is immaterial.

(v) MFRS 116 Property, plant and equipment and MFRS 138 Intangible assets

Both standards are amended to clarify the treatment of gross carrying amount and accumulated depreciation when an entity revalued an item of assets. The carrying amount of that asset is adjusted to the revalued amount.

At the date of the revaluation, the asset is treated in one of the following ways:

- the gross carrying amount is adjusted in a manner consistent with the revaluation of the carrying amount of the asset, and the accumulated depreciation is adjusted to equal the difference between the gross carrying amount and the carrying amount after taking into account accumulated impairment losses; or
- the accumulated depreciation is eliminated against the gross carrying amount of the asset.

A1. Basis of preparation (Cont'd)

(b) Annual Improvements to MFRSs 2010 - 2012 Cycle (Cont'd)

(vi) MFRS 124 Related party disclosures

The definition of “related party” is extended to include a management entity that provides key management personnel services to the reporting entity or to the parent of the reporting entity.

The reporting entity is not required to disclose the compensation paid by the management entity to the management entity’s employees or directors, but it is required to disclose the amounts incurred by the reporting entity for the provision of key management personnel services.

(c) Annual Improvements to MFRSs 2011 - 2013 Cycle

(i) MFRS 1 First-time adoption of International Financial Reporting Standards

The basis of conclusions clarifies that a first-time adopter is allowed to apply new MFRS that is not yet effective if that MFRS permits early application. Notwithstanding with the advantages of applying a more recent version of MFRS, the first-time adopter can use either the MFRS that is currently mandatory or the new MFRS that is not yet mandatory.

(ii) MFRS 3 Business combinations

The standard is amended to clarify that MFRS 3 does not apply to the accounting for the formation of any joint arrangement in the financial statements of the joint arrangement itself.

(iii) MFRS 13 Fair value measurement

MFRS 13 has been amended to clarify that the portfolio exception, whereby entities are exempted from measuring the fair value of a group of financial assets and financial liabilities with offsetting risk positions on a net basis, applies to all contracts within the scope of MFRS 139 or MFRS 9, regardless of whether they meet the definition of a financial asset or financial liability under MFRS 132.

An entity shall apply the amendment prospectively from the beginning of the first annual period in which MFRS 13 is applied.

(iv) MFRS 140 Investment property

The standard clarifies the inter-relationship between MFRS 3 and MFRS 140 when classifying property as investment property or owner-occupied property. This standard amended to clarify that judgement is required to determine whether an acquired property is an investment property under MFRS 140 or the acquisition of the investment property constitutes a business combination under MFRS 3.

This amendment can be applied to individual acquisitions of investment property before 1 July 2014 if, and only if, the information necessary to apply the amendment is available.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**A1. Basis of preparation (Cont'd)**

The adoption of the amendments to MFRS 119 did not have any financial impact to the Group as the defined benefit plan of the Group does not require employees or third parties to contribute to the plan. The adoption of amendments to "Annual Improvements to MFRSs Cycles" did not have any financial impact to the Group as the amendments focus on clarification of the definition under respective standards and requirement on additional disclosures.

The following are standards, amendments to published standards and interpretations to existing MFRSs issued by the MASB that are applicable to the Group but not yet effective:

(a) For financial year beginning on/after 1 January 2016

- | | | |
|-------|--|---|
| (i) | Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture |
| (ii) | Amendments to MFRS 10, MFRS 12 and MFRS 128 | Investment Entities: Applying the Consolidation Exception |
| (iii) | Amendments to MFRS 101 | Disclosure Initiative |
| (iv) | Amendments to MFRS 116 and MFRS 138 | Clarification of Acceptable Methods of Depreciation and Amortisation |
| (v) | Amendments to MFRS 127 | Equity Method in Separate Financial Statements |
| (vi) | Amendments to MFRSs contained in the document entitled "Annual Improvements to MFRSs 2012–2014 Cycle" inclusive of MFRS 5 Non-current Assets Held for Sale and Discontinued Operations, Amendments to MFRS 7 Financial Instruments: Disclosures, MFRS 119 Employee Benefits and MFRS 134 Interim Financial Reporting | |

Amendments to MFRS 10 and MFRS 128 clarify that in a transaction involving an associate or joint venture, the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business.

Amendments to MFRS 10, MFRS 12 and MFRS 128 clarify the exemption from preparing consolidated financial statements for an intermediate parent entity, a subsidiary providing services that support parent's investment activities, application of the equity method by a non-investment entity that has an interest in an associate or joint venture that is an investment entity, and such exemption shall be disclosed.

Amendments to MFRS 101 clarify that an entity shall decide, taking into consideration all relevant facts and circumstances, how it aggregates information in the financial statements, which include the notes. An entity shall not reduce the understandability of its financial statements by obscuring material information with immaterial information or by aggregating material items that have different natures or functions. In determining a systematic manner, the entity shall consider the effect on the understandability and comparability of its financial statements. Each entity considers the nature of its operations and the policies that the users of its financial statements would expect to be disclosed for that type of entity.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**A1. Basis of preparation (Cont'd)**

The following are standards, amendments to published standards and interpretations to existing MFRSs issued by the MASB that are applicable to the Group but not yet effective: (Cont'd)

(a) For financial year beginning on/after 1 January 2016 (Cont'd)

Amendments to MFRS 116 and MFRS 138 clarify the revenue reflects a pattern of economic benefits that are generated from operating a business (of which the asset is part) rather than the economic benefits that are consumed through use of the asset. As a result, a revenue-based method cannot be used to depreciate property, plant and equipment and may only be used in very limited circumstances to amortise intangible assets.

Amendments to MFRS 127 allow an entity to use the equity method in its separate financial statement to account for investments in subsidiary companies, joint ventures and associated companies, in addition to the existing cost method.

Annual Improvements to MFRSs 2012 – 2014 Cycle consist of the following amendments:

(i) MFRS 5 Non-current Assets Held for Sale and Discontinued Operations

Amendment to MFRS 5 introduces specific guidance in MFRS 5 for cases in which an entity reclassifies an asset from held for sale to held-for-distribution or vice versa and cases in which held-for-distribution is discontinued. The amendment clarifies that changing from one of these disposal methods to the other should not be considered to be a new plan of disposal and that changing the disposal method does not change the date of classification.

(ii) MFRS 7 Financial Instruments: Disclosures

Amendment to MFRS 7 clarifies that a servicing contract that includes a fee can constitute continuing involvement in a financial asset and an entity must assess the nature of the fee and arrangement in order to assess whether the disclosures are required; and clarifies the applicability of the amendments to MFRS 7 on offsetting disclosures to condensed interim financial statements. The amendment requires an entity to provide disclosures for any continuing involvement in a transferred asset that is derecognised in its entirety.

(iii) MFRS 119 Employee Benefits

Amendment to MFRS 119 clarifies that the high quality corporate bonds used to estimate the discount rate for post-employment benefit obligations should be denominated in the same currency as the liability. When there is no deep market for high quality corporate bonds, government bonds denominated in similar currency must be used.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**A1. Basis of preparation (Cont'd)**(a) For financial year beginning on/after 1 January 2016 (Cont'd)(iv) MFRS 134 Interim Financial Reporting

Amendment to MFRS 134 clarifies the meaning of 'elsewhere in the interim financial report' as used in MFRS 134 and states that the required interim disclosures must either be in the interim financial statements or incorporated by cross-reference between the interim financial statements and some other statement that is available to users of the financial statements on the same terms and at the same time.

The adoption of amendments to the above standards and "Annual Improvements to MFRSs 2012-2014 Cycle" are not expected to have material financial impact to the Group as the amendments focus on clarification of the definition under respective standards and requirement on additional disclosures.

The following are standards, amendments to published standards and interpretations to existing MFRSs issued by the MASB that are applicable to the Group but not yet effective: (Cont'd)

(b) For financial year beginning on/after 1 January 2017

MFRS 15 Revenue from Contracts with Customers

MFRS 15 provides principles to report useful information about the nature, amount, timing and uncertainty of revenue and cash flows arising from a contract with customers. An entity recognises revenue in a manner which reflects the consideration an entity expects to be entitled in exchange for goods or services.

The adoption of MFRS 15 is not expected to have any material impact on the financial statements of the Group. However, the financial effects of early adoption of MFRS 15 by the newly acquired property development subsidiary companies on 4 August 2015, as disclosed in Note A8(a), are still being assessed.

(c) For financial year beginning on/after 1 January 2018

MFRS 9 (2014) Financial Instruments

MFRS 9 (2014) replaces all previous versions of MFRS 9 and introduces new requirements for classification and measurement of financial instruments, impairment of financial assets and hedge accounting. The approach for classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held with two measurement categories – amortised cost and fair value. MFRS 9 (2014) adopts an expected-loss impairment model which will require more timely recognition of expected credit losses to reflect changes of credit risk of financial instruments. MFRS 9 (2014) establishes a principle-based approach for hedge accounting that aligns the accounting treatment with risk management activities so that entities can reflect these activities in their financial statements.

The financial effects of adoption of MFRS 9 are still being assessed by the Group due to the complexity and significant changes in its requirements.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**A2. Seasonality or cyclicity of interim operations**

The business operations of the Group for the current year to date were not materially affected by any seasonal or cyclical factors.

A3. Unusual items of their nature, size or incidence

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group.

A4. Changes in estimates of amounts reported previously

There were no significant changes in estimates of amounts reported in prior interim periods or prior financial years.

A5. Issues, repurchases and repayments of debts and equity securities**Share buybacks / Treasury shares of the Company**

There were no issuances, repurchases and repayments of debt and equity securities of the Company for the current year to date. The shares repurchased previously are being held as treasury shares and treated in accordance with the requirements of Section 67A of the Companies Act, 1965. Summary of treasury shares is as follows:

	Number of shares	Highest price RM	Lowest price RM	Average cost (included transaction costs) RM	Total amount paid RM
As at 1.1.2015 / 30.6.2015	18,097,253	2.82	0.90	1.67	30,232,704

A6. Dividends paid

A final single-tier dividend of 5.0 sen per share of RM47.55 million in respect of the preceding financial year ended 31 December 2014 was paid on 15 May 2015.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015
A7. Segmental information

The Group operates domestically in Malaysia only, hence no geographical segmental information presented. Below is the business segment analysis:

	Investment Holding RM'000	Capital Financing RM'000	Property Investment RM'000	Inter- segments Eliminations RM'000	Total RM'000
Current year to date ended 30.6.2015					
Revenue					
External customers	-	18,860	8,703	-	27,563
Inter-segment	319	-	802	(1,121)	-
Dividend from an associate	15,348	-	-	(15,348)	-
Total	15,667	18,860	9,505	(16,469)	27,563
Results					
Segment (loss)/profit	(1,917)	6,989	6,050	(335)	10,787
Share of profits of an associate	87,210	-	-	335	87,545
Profit before tax	85,293	6,989	6,050	-	98,332
Income tax					(3,650)
Profit after tax for the period					94,682
Preceding year to date ended 30.6.2014					
Revenue					
External parties	11	21,293	8,580	-	29,884
Inter-segment	2,292	-	727	(3,019)	-
Total	2,303	21,293	9,307	(3,019)	29,884
Results					
Segment (loss)/profit	(3,178)	11,411	6,569	(482)	14,320
Share of profits of an associate	86,631	-	-	482	87,113
Profit before tax	83,453	11,411	6,569	-	101,433
Income tax					(6,600)
Profit after tax for the period					94,833

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**A7. Segmental information (Cont'd)**

For the purpose of measuring the profit or loss for each business segment, the Group is organised into three major business segments based on products and services, which are regularly provided to and reviewed by the chief operating decision makers:

- (i) Investment Holding - Investing activities and insignificant business segment, where investments contribute dividend income and interest income.
- (ii) Capital Financing - Capital financing activities, generating interest, fee and related income.
- (iii) Property Investment - Management and letting of properties, contributing rental yield and appreciation of properties.

Business segment revenue and results include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The inter-segment transactions have been entered into at terms mutually agreed between the segments concerned and have been eliminated to arrive at the Group's results.

Total assets for each segment have no material change as compared with the amount disclosed in the annual financial statements for the year ended 31 December 2014.

A8. Events after the end of the current quarter that have not been reflected in this quarterly report**(a) Completion of the OSK Property Holdings Berhad ("OSKP") Acquisition, the PJ Development Holdings Berhad ("PJD") Acquisition and the Bonus Issue of Warrants C**

On 4 August 2015, the Company completed the OSKP Acquisition and the PJD Acquisition as well as the Bonus Issue of Warrants C upon listing and quotation of the Company's new shares issued pursuant to OSKP Acquisition and PJD Acquisition and Warrants C on the Main Market of Bursa Malaysia Securities Berhad. Further details are disclosed in Note B7.

(b) Reclassification of sector

With effect from 9.00 a.m., Monday, 17 August 2015, the Company's securities is reclassified from Finance sector to Properties sector. The Stock Number and Stock Short Name of the Company's securities remain unchanged.

(c) Changes of equity interest in OSKP

On 18 August 2015, OSKP allotted 82,199,509 new shares of RM1.00 each for the conversion of warrants by its warrant holders. Since the commencement of Offer Period on 20 July 2015 until 25 August 2015, the Company received a total valid acceptance of 21,742,083 OSKP Shares via OSKP Offer, as described in Note B7. On 25 August 2015, the Company also acquired 594,700 shares of RM1.00 each in OSKP from open market for a total consideration of RM1,157,954 at an average cost of RM1.94 per share. Accordingly, the Company's equity interest in OSKP decreased from 72.4% to 61.0%.

(d) Changes of equity interest in PJD

From 30 July 2015 to 25 August 2015, the Company acquired 56,441,900 ordinary shares of RM1.00 each in PJD from open market for a total consideration of RM87,735,375 at an average cost of RM1.55 per share. Since the commencement of Offer Period on 20 July 2015 until 25 August 2015, the Company received a total valid acceptance of 37,562,154 PJD Shares via PJD Offer, as described in Note B7. From 21 August 2015 to 25 August 2015, PJD allotted 69,841,685 new shares for the conversion of warrants by its warrant holders. Accordingly, the Company's equity interest in PJD increased to 45.3% from 31.6%.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015

A9. Effects of changes in the composition of the Group for the current year to date

(a) Increase of equity interest in RHB Capital Berhad ("RHBC") via Dividend Reinvestment Plan ("DRP")

On 24 April 2015, 16,024,645 new RHBC shares issued and allotted at the issue price of RM7.03 per share which was applied to the interim dividend in respect of financial year ended 31 December 2014. The Company had elected to reinvest 2,182,412 new shares in RHBC and received RM5,498.92 balance in cash out of its dividend entitlement of RM15,347,855. Accordingly, the Company's equity interest in RHBC increased to 9.97% from 9.94%.

(b) Subscription of new ordinary shares of OSK Capital Sdn Bhd ("OSKC") by the way of bonus issue

On 30 June 2015, the Company subscribed 30,000,000 new ordinary shares of RM1.00 each in OSKC, a subsidiary company of the Company, by the way of bonus issue declared by OSKC. The issued and paid-up share capital of OSKC was increased from RM70,000,000 to RM100,000,000. The Company's equity interest in OSKC remained at 100%.

A10. Significant unrecognised contractual commitments for the purchase of property and equipment

	As at 30.6.2015 RM'000	As at 31.12.2014 RM'000
Contracted but not provided for:		
- Investment property under construction	12,612	13,642
- Professional fee for corporate exercise	913	913
- Acquisition of office equipment and software	60	144
- Short term leasehold land and buildings	107	121
	13,692	14,820

A11. Significant related party transactions

	Income / (Expense) Current year to date ended 30.6.2015 RM'000
(a) Significant transactions with an associated group of companies:	
Office rental income from:	
RHB Bank Berhad	357
RHB Investment Bank Berhad	4,388
RHB Trustee Berhad	185
RHB Research Institute Sdn Bhd	136
RHB Asset Management Sdn Bhd	776

A11. Significant related party transactions (Cont'd)

	Income / (Expense) Current year to date ended 30.6.2015 RM'000
(a) Significant transactions with an associated group of companies (Cont'd):	
Fund distribution income of Cash Management Fund from:	
RHB Asset Management Sdn Bhd	<u>841</u>
Interest expense to:	
RHB Bank Berhad	<u>(3,169)</u>
Commitment fee paid to:	
RHB Bank Berhad	<u>(245)</u>
(b) Significant transactions with companies related to a director and a major shareholder of the Company:	
Office rental income from:	
PJD Management Services Sdn Bhd	706
OSK Properties Sdn Bhd	<u>342</u>
Insurance premium paid to:	
Dindings Risks Management Services Sdn Bhd	<u>(126)</u>

A12. Fair value measurement**Determination of fair value**

The carrying amounts of trade and other receivables/payables, cash and cash equivalents and short term borrowings are approximated fair values due to the relatively short term maturity in nature of these financial instruments. The Group's capital financing are mostly fixed rate loans with short term maturities of less than one year, the carrying amounts of capital financing are approximate their fair values. The fair values of impaired fixed rate capital financing are represented by their carrying value, net of individual impairment allowance, being the expected recoverable amount.

A12. Fair value measurement (Cont'd)

Fair value hierarchy

The Group uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1 inputs: quoted (unadjusted) prices in active markets for identical assets or liabilities.
 Level 2 inputs: other techniques for which all inputs which have a significant effect on the recorded fair values are observable for the assets or liabilities, either directly or indirectly.
 Level 3 inputs: techniques which use inputs which have a significant effect on the recorded fair value that are not based on observable market data for the assets or liabilities.

The following table shows an analysis of financial instruments recorded at fair value within the fair value hierarchy:

	Level 1	Level 2	Level 3	Total
	RM'000	RM'000	RM'000	RM'000
As at 30.6.2015				
Recurring fair value measurement:				
Financial assets				
Available-for-sale financial asset	-	-	165	165
Financial assets at fair value through profit or loss	16,567	-	-	16,567
Total	16,567	-	165	16,732

As at 31.12.2014

Recurring fair value measurement:

Financial assets

Available-for-sale financial asset	-	-	165	165
Financial assets at fair value through profit or loss	82,618	-	-	82,618
Total	82,618	-	165	82,783

The fair value of financial instruments traded in active markets is based on quoted market prices at the reporting date. A market is regarded as active if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Group is the last bid price. There were no transfers between Level 1 and 2 during the year.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015
PART B - Explanatory Notes Pursuant to Chapter 9, Part K - Periodic Disclosures, Part A of Appendix 9B, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")
B1. Performance analysis of the Group for the current quarter and year to date

The Group's financial performance are analysed as below:

	Immediate preceding quarter ended 31.3.2015 RM'000	Current quarter ended 30.6.2015 RM'000	Comparative quarter ended 30.6.2014 RM'000	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Revenue	13,782	13,781	14,768	27,563	29,884
Pre-tax profit from the businesses	6,203	4,584	7,796	10,787	14,320
Share of profit of an associate	41,298	46,247	48,777	87,545	87,113
Profit Before Tax	47,501	50,831	56,573	98,332	101,433
Profit after tax from the businesses	4,254	2,883	4,375	7,137	7,720
Share of profit of an associate	41,298	46,247	48,777	87,545	87,113
Profit After Tax / Profit attributable to Owners of the Company	45,552	49,130	53,152	94,682	94,833
Share of other comprehensive income / reserves of an associate	20,967	7,062	354	28,029	797
Total Comprehensive Income attributable to Owners of the Company	66,519	56,192	53,506	122,711	95,630
Earnings Per Share attributable to Owners of the Company (sen)					
Basic / Diluted	4.79	5.17	5.59	9.96	9.89

(a) Current Year To Date ("6M15") compared with Preceding Year To Date ("6M14")
Overall performance

The Group posted profit after tax attributable to Owners of the Company of RM94.68 million for 6M15 (6M14: RM94.83 million) and share of reserves of RM28.03 million (6M14: RM0.80 million). Overall, the total comprehensive income attributable to Owners of the Company increased by RM27.08 million or 28% to RM122.71 million from RM95.63 million in 6M14. The Group's profit after tax was derived from share of profit of RM87.54 million (6M14: RM87.11 million) coupled with our business profit after tax of RM7.14 million (6M14: RM7.72 million), after accounting for allowance for impairment loss of RM0.34 million versus write-back of impairment loss of RM0.81 million on capital financing in 6M14. The Group's earnings per share ("EPS") for 6M15 increased to 9.96 sen from 9.89 sen in 6M14, by 0.07 sen or 1%.

B1. Performance analysis of the Group for the current quarter and year to date (Cont'd)

(a) Current Year To Date ("6M15") compared with Preceding Year To Date ("6M14") (Cont'd)

Comparing equity / net assets ("NA") attributable to Owners of the Company as at End of Current Quarter (30 June 2015) and Preceding Year End (31 December 2014)

The equity attributable to Owners of the Company as at 30 June 2015 strengthened by RM75.16 million to RM2.78 billion from RM2.71 billion at end of 2014; and NA per share improved by RM0.08 or 3% to RM2.93 as at 30 June 2015 from RM2.85 at end of 2014, after accounting for dividend payment of RM47.55 million or 5.0 sen per share.

Performance analysis of the respective business segments

<u>Business Segments</u>	Current quarter ended 30.6.2015 RM'000	Comparative quarter ended 30.6.2014 RM'000	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Investment Holding	44,539	47,814	85,293	83,453
Capital Financing	3,498	5,401	6,989	11,411
Property Investment	2,794	3,358	6,050	6,569
Pre-tax profit	50,831	56,573	98,332	101,433

Investment Holding segment remained as the Group's major contributor in 6M15 with pre-tax profit of RM85.29 million compared with RM83.45 million in 6M14, increased by 2% or RM1.84 million. The improvement was mainly due to higher share of profit by 1% and net gain of RM1.29 million in 6M15 versus net loss of RM0.69 million in 6M14 on investment securities.

The Capital Financing segment recorded pre-tax profit of RM6.99 million in 6M15 compared with RM11.41 million in 6M14, decreased by RM4.42 million mainly due to lower capital market activities and increase in funding costs.

The Property Investment segment contributed pre-tax profit of RM6.05 million as compared to RM6.57 million in 6M14. The Property Investment segment achieved higher rental income of RM8.70 million (6M14: RM8.58 million) offset against increase in operating expenses.

(b) Current Quarter ("2Q15") compared with Comparative Quarter of Preceding Year ("2Q14")

The Group recorded profit after tax attributable to Owners of the Company of RM49.13 million (2Q14: RM53.15 million) and share of reserves of RM7.06 million (2Q14: RM0.35 million) for 2Q15. Accordingly, the total comprehensive income attributable to Owners of the Company increased to RM56.19 million, by RM2.69 million or 5%, from RM53.50 million in 2Q14. The 2Q15 profit after tax contributed by share of profit of RM46.25 million (2Q14: RM48.78 million) and business profit of RM2.88 million (2Q14: RM4.38 million); the decline was due to lower interest and fee income. EPS for 2Q15 registered at 5.17 sen compared with 5.59 sen in 2Q14.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015

B2. Commentary on pre-tax profit for current quarter compared with immediate preceding quarter

The Group achieved pre-tax profit of RM50.83 million for current quarter of 2015 ("2Q15"), up by RM3.33 million or 7%, compared with immediate preceding quarter ("1Q15") of RM47.50 million which was attributed to higher share of profit, up by RM4.95 million or 12%, together with business profit of RM4.58 million (1Q15: RM6.20 million which included a net gain of investments amounting to RM1.12 million).

B3. Commentary on current year prospects and progress on previously announced revenue or profit forecast

(a) Current year prospects

(Commentary for the remaining period to the end of the year)

The Group's existing businesses, capital financing and investment property, are expected to contribute earnings through their profitable margin and stable rental yield; and the Group's investment holding segment are expected to perform satisfactorily.

On 4 August 2015, the Group successfully completed the acquisitions of OSK Property Holdings Berhad ("OSKP") and PJ Development Holdings Berhad ("PJD"), now subsidiaries of the Company, and the Group's business activities diversify to include property development, provision of property management services and construction, manufacturing and trading of cables, wires and building materials as well as management of hotels, resorts and timeshare businesses.

We expect the Malaysian economy to be challenging for the remaining year. However, with the additional income streams from OSKP and PJD which are anticipated to enhance earnings and improve the financial position of the Group, the Board expects the Group will achieve satisfactory performance for second half of this year.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

There were no revenue or profit forecast previously announced by the Company.

B4. Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There were no revenue or profit forecast previously announced by the Company.

B5. Profit forecast/profit guarantee previously announced

There were no profit forecast or profit guarantee previously issued by the Company.

B6. Income tax expense

	Current quarter ended 30.6.2015 RM'000	Current year to date ended 30.6.2015 RM'000
Income tax:		
In respect of current period	(1,902)	(5,684)
Deferred taxation	201	2,034
Income tax expense	<u>(1,701)</u>	<u>(3,650)</u>

Excluding share of profit of an associated company, the effective tax rate for the current year to date is higher than the statutory tax rate of 25% mainly due to non-deductibility of certain expenses.

B7. Status of corporate proposals and utilisation of proceeds**(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report)**

Multiple proposals for Proposed OSK Property Holdings Berhad ("OSKP") Acquisition, Proposed PJ Development Holdings Berhad ("PJD") Acquisition, Proposed OSKP Offer, Proposed PJD Offer, Proposed Diversification, Proposed Exemption, Proposed Bonus Issue of Warrants, Proposed Special Cash Dividend, Proposed Increase in Authorised Share Capital and Proposed Amendment. (Collectively referred to as the "Proposals")

On 15 October 2014, the Company ("OSKH") had entered into the following agreements:

- (i) A conditional share sale agreement ("OSKP SSA") with Tan Sri Ong Leong Huat @ Wong Joo Hwa ("Tan Sri Ong"), Land Management Sdn Bhd ("LMSB") and the parties acting in concert with them ("PAC"), namely Ong Yin Suen, Ong Yee Ching, Ong Ju Yan, Ong Yee Min, Ong Ju Xing and J.B. Properties Sdn Bhd (collectively known as "OSKP Vendors") to acquire a total of their 177,642,601 ordinary shares of RM1.00 each in OSKP ("OSKP Share(s)"), representing approximately 73.6% of the issued and paid-up share capital of OSKP (excluding 3,172,800 treasury shares) for a total purchase consideration of RM355,285,202 or RM2.00 per OSKP Share to be satisfied entirely by the issuance of 177,642,601 new ordinary shares of RM1.00 each in the Company ("OSKH Share(s)") at an issue price of RM2.00 per OSKH Share ("Proposed OSKP Acquisition"); and
- (ii) A conditional SSA ("PJD SSA") with Dindings Consolidated Sdn Bhd, Puan Sri Khor Chai Moi and the PAC, namely Tan Sri Ong, Ong Yin Suen, Ong Yee Ching, Ong Ju Yan, Ong Yee Min, Ong Ju Xing, LMSB, Ladang Setia Sdn Bhd and Wong Chong Shee (collectively known as "PJD Vendors") to acquire a total of their 143,356,849 ordinary shares of RM1.00 each in PJD ("PJD Share(s)"), representing approximately 31.7% of the issued and paid-up share capital of PJD (excluding 4,778,300 treasury shares) for a total purchase consideration of RM229,370,958 or RM1.60 per PJD Share to be satisfied entirely by the issuance of 114,685,479 new OSKH Shares at an issue price of RM2.00 per OSKH Share ("Proposed PJD Acquisition").

B7. Status of corporate proposals and utilisation of proceeds (Cont'd)**(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) (Cont'd)**The Proposals (Cont'd)

The Proposed OSKP Acquisition, the Proposed PJD Acquisition, the Proposed OSKP Offer and the Proposed PJD Offer would result in a significant change in the business direction or policy of OSKH pursuant to Chapter 7 of the Securities Commission Malaysia's Equity Guidelines. In addition, the Proposed OSKP Acquisition and the Proposed PJD Acquisition are deemed as related party transactions under Paragraph 10.08 of the Main Market Listing Requirements of Bursa Securities.

In conjunction with the Proposed OSKP Acquisition and the Proposed PJD Acquisition, the Company has also resolved to undertake the following:

- (i) Proposed mandatory take-over offer by the Company to acquire the remaining 63,559,672 OSKP Shares, representing approximately 26.4% of the issued and paid-up share capital of OSKP (excluding 3,172,800 treasury shares) at an offer price of RM2.00 per OSKP Offer Share to be satisfied either for a cash consideration or for a share exchange offer of OSKH Shares issued at an issue price of RM2.00 per Share based on an exchange ratio of one (1) OSKH Share for every one (1) OSKP Offer Share held and the remaining 105,471,442 OSKP Warrants C 2012/ 2017 at an offer price of RM1.00 per OSKP Offer Warrant to be satisfied entirely by cash ("Proposed OSKP Offer");
- (ii) Proposed voluntary take-over offer by the Company to acquire the remaining 308,351,543 PJD Shares, representing approximately 68.3% of the issued and paid-up share capital of PJD (excluding 4,778,300 treasury shares) at an offer price of RM1.60 per PJD Offer Share to be satisfied either for a cash consideration or for a share exchange offer of OSKH Shares issued at an issue price of RM2.00 per Share based on an exchange ratio of four (4) OSKH Shares for every five (5) PJD Offer Shares held and the remaining 213,458,972 PJD Warrants C 2010/ 2020 at an offer price of RM0.60 per PJD Offer Warrant to be satisfied entirely by cash ("Proposed PJD Offer");
- (iii) Proposed diversification of the businesses of the Group to include property development and construction, manufacturing and trading of cables and building materials as well as hotel and leisure arising from the Proposed OSKP Acquisition and the Proposed PJD Acquisition ("Proposed Diversification");
- (iv) Proposed exemption to Tan Sri Ong and his PAC, under Practice Note 9 of the Malaysian Code on Take-Overs and Mergers, 2010, from the obligation to undertake a mandatory take-over offer for the remaining OSKH Shares not already held by them pursuant to the Proposed OSKP Acquisition, the Proposed PJD Acquisition, the Proposed OSKP Offer and the Proposed PJD Offer ("Proposed Exemption");

B7. Status of corporate proposals and utilisation of proceeds (Cont'd)

(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) (Cont'd)

The Proposals (Cont'd)

- (v) Proposed bonus issue of up to 237,740,204 warrants to existing Shareholders of the Company on the basis of one (1) free Warrant for every four (4) existing OSKH Shares held on an entitlement date to be determined later ("Proposed Bonus Issue of Warrants");
- (vi) Proposed declaration and payment of a special cash dividend of RM0.15 for every one (1) existing OSKH Share held on an entitlement date to be determined later ("Proposed Special Cash Dividend");
- (vii) Proposed increase in the authorised share capital of the Company from RM1,500,000,000 comprising 1,500,000,000 Shares to RM3,000,000,000 comprising 3,000,000,000 Shares ("Proposed Increase in Authorised Share Capital"); and
- (viii) Proposed amendments to the Memorandum and Articles of Association of the Company ("Proposed Amendments").

The conditionality of the Proposals is set out below:

- (i) The Proposed OSKP Acquisition, the Proposed PJD Acquisition, the Proposed OSKP Offer (the Company is obliged to undertake a mandatory take-over offer on OSKP upon completion of the Proposed OSKP Acquisition), the Proposed Diversification, the Proposed Exemption, the Proposed Bonus Issue of Warrants, the Proposed Special Cash Dividend, the Proposed Increase in Authorised Share Capital and the Proposed Amendments are inter-conditional upon each other; and
- (ii) The Proposed PJD Offer is conditional upon the Proposed PJD Acquisition.

On 8 December 2014, Bank Negara Malaysia had, vide its letter dated 5 December 2014, approved Tan Sri Ong and persons connected to him to hold in aggregate of 5% or more of effective interest in shares in RHB Capital Berhad, RHB Bank Berhad, RHB Investment Bank Berhad and RHB Islamic Bank Berhad, in the event that the Proposals involving three listed companies controlled by Tan Sri Ong materialise. However, the potential increase of effective interest shall not exceed the permissible 10% holding limit.

B7. Status of corporate proposals and utilisation of proceeds (Cont'd)

(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) (Cont'd)

The Proposals (Cont'd)

On 20 April 2015, subsequent to the following events:

- (i) the approval of Shareholders of the Company on the single-tier final dividend of 5.0 sen per OSKH Share for the FYE 31 December 2014 obtained on 17 April 2015;
- (ii) the approval of shareholders of OSKP on the single-tier final dividend of 5.0 sen per OSKP Share for the FYE 31 December 2014 obtained on 17 April 2015; and
- (iii) the declaration of interim dividend of 4.0 sen per PJD Share for the financial year ending 30 June 2015 dated 13 February 2015,

the purchase consideration have been adjusted from RM2.00 to RM1.95 for the OSKP Shares and from RM1.60 to RM1.56 for the PJD Shares and the issue price of the Consideration Shares have been adjusted from RM2.00 to RM1.95 accordingly ("Dividend Adjustment"). The Dividend Adjustment will not result in a reduction in the cash consideration for the OSKP Offer Warrants and the PJD Offer Warrants, respectively.

On 11 May 2015, Securities Commission Malaysia approved the application for the Proposals which would result in a significant change in the business direction or policy of the Company. In addition, the application for the Proposals has also been approved under the equity requirement for public companies.

On 29 May 2015, Bursa Malaysia Securities Berhad ("Bursa Securities") approved the following:

- (a) Listing of and quotation for up to 878,807,606 new ordinary shares of RM1.00 each in the Company to be issued pursuant to the Proposed OSKP Acquisition, Proposed PJD Acquisition, Proposed OSKP Offer and Proposed PJD Offer ("Consideration Shares");
- (b) Admission of warrants to Official List of Bursa Securities and the listing of and quotation for up to 237,740,204 warrants in the Company ("Warrants C") to be issued pursuant to the Proposed Bonus Issue of Warrants; and
- (c) Listing of and quotation for up to 237,740,204 new shares of the Company to be issued arising from exercise of the Warrants C.

On 6 July 2015, all the resolutions as set out in the Notice of Extraordinary General Meeting dated 12 June 2015 were duly passed by the Shareholders of the Company.

B7. Status of corporate proposals and utilisation of proceeds (Cont'd)**(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) (Cont'd)**The Proposals (Cont'd)

On 6 July 2015, the Company increased its authorised share capital to RM3,000,000,000 comprising 3,000,000,000 ordinary shares from RM1,500,000,000 comprising 1,500,000,000 ordinary shares by creation of 1,500,000,000 new ordinary shares of RM1.00 each. On the event date, the Proposed Amendments are completed.

On 20 July 2015, the OSKP Acquisition become unconditional and the Company served the notice of unconditional mandatory take-over offer ("OSKP Offer") to the Board of Directors of OSKP to inform them of the Company's obligation to undertake the OSKP Offer.

In addition, subsequent to the PJD Acquisition has become unconditional on 20 July 2015, the Company served the notice of conditional voluntary take-over offer ("PJD Offer") to the Board of Directors of PJD to inform them of the Company's intention to undertake the PJD Offer.

On 23 July 2015, pursuant to the followings, the Company issued a total of 292,328,080 new ordinary shares of RM1.00 each for acquisitions of:

- (i) 177,642,601 OSKP Shares representing approximately 72.4% of the issued and paid-up share capital of OSKP (excluding 3,172,800 treasury shares) have been transferred to the Company on 23 July 2015, in accordance with the OSKP SSA ("Completion of OSKP Transfer"); and
- (ii) 143,356,849 PJD Shares representing approximately 31.6% of the issued and paid-up share capital of PJD (excluding 4,778,300 treasury shares) have been transferred to the Company on 23 July 2015, in accordance with PJD SSA ("Completion of PJD Transfer").

Following the Completion of OSKP Transfer and Completion of PJD Transfer, OSKP and PJD have become subsidiaries of the Company. The Company is deemed to have de facto control of PJD even though it has less than 50% of the voting rights on the basis that the Company is the single largest shareholder of PJD with an approximately 31.6% equity interest.

On 23 July 2015, pursuant to Bonus Issue of Warrants, the Company issued 237,732,751 Warrants C to existing Shareholders of the Company on the basis of one (1) free Warrant C for every four (4) existing OSKH Shares held on entitlement date, 21 July 2015.

B7. Status of corporate proposals and utilisation of proceeds (Cont'd)

(a) Status of corporate proposals announced but not completed as at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report) (Cont'd)

The Proposals (Cont'd)

On 4 August 2015, the 177,642,601 new OSKH ordinary shares of RM1.00 each pursuant to the OSKP Acquisition, the 114,685,479 new OSKH ordinary shares of RM1.00 each pursuant to the PJD Acquisition and the 237,732,751 Warrants C pursuant to the Bonus Issue of Warrants were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad effective from 9.00 a.m., marking the completion of the OSKP Acquisition, the PJD Acquisition and the Bonus Issue of Warrants. In addition, the Company paid the special single-tier cash dividend of 15 sen per share on 4 August 2015 marking the completion of the Special Cash Dividend.

The Company's equity interest in PJD has exceeded 33% of the issued and paid-up share capital of PJD (excluding treasury shares) at 5.00 p.m. on 4 August 2015 as a result of a series of acquisitions of PJD Shares by the Company from 20 July 2015, being the date of the notice of conditional voluntary take-over offer on PJD ("Notice of PJD"), to 4 August 2015. Pursuant thereto, the Company has triggered the mandatory take-over offer obligation under the Malaysian Code on Take-Overs and Mergers, 2010 ("Code"). Hence, the present voluntary take-over offer on PJD has become a mandatory take-over offer ("MGO") in accordance to Paragraph 14.1 of Practice Note 9 of the Code. The terms and conditions of the PJD Offer as set out in the Notice of PJD will remain the same under the MGO.

On 10 August 2015, the Company despatched the following documents:

- (i) the Offer Document dated 10 August 2015, which sets out the details, terms and conditions of the OSKP Offer, together with the Form of Acceptance and Transfer, to the shareholders and warrant holders of OSKP; and
- (ii) the Offer Document dated 10 August 2015, which sets out the details, terms and conditions of the PJD Offer, together with the Form of Acceptance and Transfer, to the shareholders and warrant holders of PJD.

With effect from 9.00 a.m. on 17 August 2015, the Company's securities reclassified from Finance sector to Properties sector.

As at 25 August 2015, the OSKP Offer and PJD Offer are still in progress.

(b) The status of utilisation of proceeds raised from any corporate proposal by the Company

There were no proceeds raised from any corporate proposal by the Company.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015**B8. Borrowings and debt securities as at the end of the reporting period**

The Group has not issued any debt securities and the Group's borrowings denominated in Ringgit Malaysia (RM) at the end of the current year to date are as follows:

	RM'000
Short term borrowings - Unsecured	
Revolving credits	<u>328,418</u>

B9. Changes in material litigation

As at 25 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this Quarterly Report), the Group was not engaged in any material litigation either as plaintiff or defendant and the Directors are not aware of any proceedings pending or threatened against the Group or any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business operations of the Group.

B10. Dividends

For the current year to date:

- (a) a special single-tier dividend of 15 sen per share as disclosed in B7(a) (6M14: No special dividend) was paid on 4 August 2015; and
- (b) the Board of Directors declared a single-tier interim dividend of 2.5 sen (6M14: 2.5 sen) per share. The entitlement date and payment date to the interim dividend shall be determined at a later stage.

Total dividend for the current year to date is single-tier dividend of 17.5 sen (6M14: 2.5 sen) per share.

B11. Earnings Per Share ("EPS") attributable to Owners of the Company

	Current quarter ended 30.6.2015	Comparative quarter ended 30.6.2014	Current year to date ended 30.6.2015	Preceding year to date ended 30.6.2014
Profit attributable to Owners of the Company (RM'000)	49,130	53,152	94,682	94,833
Weighted average number of ordinary shares in issue ('000 shares)	950,961	951,623	950,961	959,186
Basic / Dilutive EPS (sen)	5.17	5.59	9.96	9.89

There are no dilutive potential ordinary shares outstanding as at the reporting dates.

B12. Auditors' report of preceding annual financial statements

The auditors' report of the Group's preceding year's financial statements was not qualified.

QUARTERLY REPORT FOR SECOND QUARTER ENDED 30 JUNE 2015
B13. Items included in the Statements of Profit or Loss and Statements of Other Comprehensive Income

	Current quarter ended 30.6.2015 RM'000	Comparative quarter ended 30.6.2014 RM'000	Current year to date ended 30.6.2015 RM'000	Preceding year to date ended 30.6.2014 RM'000
Profit before taxation is arrived at after (charging)/crediting:				
(i) Revenue				
- Interest income	8,179	8,703	16,430	16,371
- Rental income	4,347	4,317	8,703	8,581
(ii) Direct cost				
- Interest expense	(2,765)	(2,528)	(5,584)	(4,804)
(iii) Other income				
- Bad debts recovered	1	-	1	-
- Fund distribution income	317	-	757	-
- Gain on disposal of quoted securities	28	763	11,307	-
- Realised gain from foreign exchange translations	-	-	-	340
- Unrealised gain from foreign exchange translations	27	-	32	-
- Unrealised gain on revaluation of securities	126	1,101	-	978
- Write back of impairment losses on capital financing:				
- Collective assessment	-	96	40	144
- Individual assessment	-	112	-	665
(iv) Administrative expenses				
- Depreciation and amortisation	(307)	(208)	(612)	(401)
(v) Other items of expense				
- Allowance for impairment losses on capital financing:				
- Individual assessment	(38)	-	(379)	-
- Bad debts written off	-	(1)	-	(1)
- Loss on disposal of quoted securities	-	-	-	(646)
- Realised loss from foreign exchange translations of securities	(12)	(132)	(12)	-
- Reversal of gain on revaluation of securities	-	-	(10,042)	-
- Unrealised loss from foreign exchange translations	-	(913)	-	(1,362)
(vi) Finance costs				
- Interest expense	(1,001)	(542)	(1,991)	(1,079)

Allowance for and write off of inventories and exceptional items are not applicable to the Group. Items for other comprehensive income are disclosed in the Statement of Profit or Loss and Other Comprehensive Income. There were no gain or loss on disposal of unquoted investments or properties and gain or loss on derivatives for the current year to date. There were no impairment of assets other than disclosed above.

B14. Realised and Unrealised Profits

On 25 March 2010, Bursa Malaysia Securities Berhad issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the reporting date, into realised and unrealised profits or losses. On 20 December 2010, Bursa Securities further issued a guidance on the disclosure and the format required.

The determination of realised and unrealised profits 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 Requirement, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits below is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and not to be applied for any other purpose.

Based on the above criteria, the breakdown of retained profits of the Group as at the reporting date is as follows:

	As at 30.6.2015 RM'000	As at 31.12.2014 RM'000
Total retained profits of the Company and its subsidiary companies		
- Realised	1,375,801	1,422,554
- Unrealised	102,478	110,454
	1,478,279	1,533,008
Total share of retained profit from associated company		
- Realised	438,735	351,525
	1,917,014	1,884,533
Less : Consolidation adjustments	(199,234)	(213,885)
	1,717,780	1,670,648

By Order of the Board**Tan Sri Ong Leong Huat**
Chief Executive Officer / Group Managing DirectorKuala Lumpur
28 August 2015