

Quarterly rpt on consolidated results for the financial period ended 31/3/2012

GRAND CENTRAL ENTERPRISES BHD

08/05/2012 05:02:14 PM

Financial Year End 31/12/2012
 Quarter 1
 Quarterly report for the financial 31/03/2012
 period ended
 The figures have not been audited

Attachments

[1st quarter 2012 KLSE unaudited results.pdf](#)

70 KB

- Default Currency
- Other Currency

Currency: **Malaysian Ringgit (MYR)**

SUMMARY OF KEY FINANCIAL INFORMATION 31/03/2012

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	31/03/2012 \$\$'000	31/03/2011 \$\$'000	31/03/2012 \$\$'000	31/03/2011 \$\$'000
1 Revenue	7,121	8,315	7,121	8,315
2 Profit/(loss) before tax	-178	328	-178	328
3 Profit/(loss) for the period	-448	45	-448	45
4 Profit/(loss) attributable to ordinary equity holders of the parent	-491	14	-491	14
5 Basic earnings/(loss) per share (Subunit)	-0.25	0.01	-0.25	0.01
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	AS AT END OF CURRENT QUARTER		AS AT PRECEDING FINANCIAL YEAR END	
7 Net assets per share attributable to ordinary equity		1.3200		1.3200

**holders of the
parent (\$\$)**

Definition of Subunit:

In a currency system, there is usually a main unit (base) and subunit that is a fraction amount of the main unit.

Example for the subunit as follows:

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

Announcement Info

Company Name	GRAND CENTRAL ENTERPRISES BHD
Stock Name	GCE
Date Announced	8 May 2012
Category	Financial Results
Reference No	CA-120507-62197

GRAND CENTRAL ENTERPRISES BHD (131696-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2012 RM'000	Preceding Year Corresponding Quarter 31.03.2011 RM'000	Current Year To Date 31.03.2012 RM'000	Preceding Year Corresponding Period 31.03.2011 RM'000
Revenue	7,121	8,315	7,121	8,315
Operating expenses	(7,896)	(8,390)	(7,896)	(8,390)
Other operating income	598	535	598	535
Finance cost	(1)	(132)	(1)	(132)
(Loss)/profit before taxation	(178)	328	(178)	328
Taxation	(270)	(283)	(270)	(283)
(Loss)/profit for the period	(448)	45	(448)	45
Other comprehensive income	-	-	-	-
Total comprehensive income	(448)	45	(448)	45
(Loss)/profit attributable to:				
Owners of the parent	(491)	14	(491)	14
Non-controlling interest	43	31	43	31
(Loss)/profit for the period	(448)	45	(448)	45
(Loss)/earnings per share (sen)	(0.25)	0.01	(0.25)	0.01

The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

GRAND CENTRAL ENTERPRISES BHD (131696-V)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2012

	As At End Of Current Quarter 31.03.2012 RM'000	As At End Of Preceding Year End 31.12.2011 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	220,571	221,899
Deferred tax assets	8,862	8,862
	<u>229,433</u>	<u>230,761</u>
Current assets		
Inventories	444	484
Trade and other receivables	3,732	4,917
Cash and cash equivalents	59,744	58,753
	<u>63,920</u>	<u>64,154</u>
TOTAL ASSETS	<u>293,353</u>	<u>294,915</u>
EQUITY AND LIABILITIES		
Equity attributable to Owners of the Parent		
Share capital	197,002	197,002
Reserves	63,225	63,716
	<u>260,227</u>	<u>260,718</u>
Non-controlling interests	2,114	2,071
Total equity	<u>262,341</u>	<u>262,789</u>
Non-current liabilities		
Long term borrowings	39	39
Deferred taxation	25,291	25,291
	<u>25,330</u>	<u>25,330</u>
Current liabilities		
Borrowings	15	20
Trade & other payables	5,436	6,442
Current tax payable	231	334
	<u>5,682</u>	<u>6,796</u>
Total liabilities	<u>31,012</u>	<u>32,126</u>
TOTAL EQUITY AND LIABILITIES	<u>293,353</u>	<u>294,915</u>
Net assets per share (RM)	1.32	1.32

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

GRAND CENTRAL ENTERPRISES BHD (131696-V)
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CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	Attributable to Owners of the Parent				Total RM'000	Non-controlling Interest RM'000	Total Equity RM'000
	Share Capital RM'000	Non-Distributable Share Premium RM'000	Capital Reserve RM'000	Distributable Retained Profits RM'000			
3-month quarter ended <u>31 March 2012</u>							
At 1 January 2012	197,002	2,395	5,458	55,863	260,718	2,071	262,789
(Loss)/profit for the period	-	-	-	(491)	(491)	43	(448)
At 31 March 2012	<u>197,002</u>	<u>2,395</u>	<u>5,458</u>	<u>55,372</u>	<u>260,227</u>	<u>2,114</u>	<u>262,341</u>
3-month quarter ended <u>31 March 2011</u>							
At 1 January 2011	197,002	2,395	5,458	51,423	256,278	2,085	258,363
Profit for the period	-	-	-	14	14	31	45
At 31 March 2011	<u>197,002</u>	<u>2,395</u>	<u>5,458</u>	<u>51,437</u>	<u>256,292</u>	<u>2,116</u>	<u>258,408</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

GRAND CENTRAL ENTERPRISES BHD (131696-V)
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CONDENSED CONSOLIDATED CASH FLOW STATEMENT
FOR THE FIRST QUARTER ENDED 31 MARCH 2012

	2012	2011
	3 Months	3 Months
	Ended	Ended
	31.03.2012	31.03.2011
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
(Loss)/profit before taxation	(178)	328
Adjustments:-		
Depreciation	1,445	1,508
Interest expenses	1	132
Interest income	(458)	(279)
Operating profit before changes in working capital	810	1,689
Net change in current receivables	806	(320)
Net change in current payables	(1,006)	(1,330)
Cash generated from operating activities	610	39
Interest paid	(1)	(133)
Tax paid, net	(381)	(267)
Net cash generated from/(used in) operating activities	228	(361)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received	885	277
Proceeds from disposal of property, plant and equipment	-	7
Purchase of property, plant and equipment	(117)	(286)
Net cash generated from/(used in) investing activities	768	(2)
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayment of hire purchase and lease payables	(5)	(9)
Repayment of revolving credit	-	(100)
Net cash used in financing activities	(5)	(109)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	991	(472)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	58,753	37,195
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	59,744	36,723

Cash and cash equivalents at the end of the financial period comprise the following:

	As At	As At
	31.03.2012	31.03.2011
	RM'000	RM'000
Cash and bank balances	59,744	42,705
Bank overdrafts	-	(5,982)
	59,744	36,723

The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2011 and the accompanying explanatory notes attached to the interim financial statements.

PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

1 BASIS OF PREPARATION

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These condensed consolidated interim financial statements also comply with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board.

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2011. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2011.

2 CHANGES IN ACCOUNTING POLICIES

The Group has adopted the new MFRSs with effect from 1 January 2012. In adopting the new framework, the Group has applied MFRS 1: First Time Adoption of MFRS. The adoption of MFRS 1 did not result in a significant impact on the financial statements of the Group. Accordingly, the financial statements have been properly drawn up in accordance with MFRSs for the quarter ended 31 March 2012.

3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2011 was not qualified.

4 SEGMENTAL REPORTING

There is no segmental reporting as the Group's activities are in the hotel business conducted within Malaysia.

5 UNUSUAL ITEMS

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial period under review because of their nature, size or incidence.

6 CHANGES IN ESTIMATES

There were no changes in estimates that have had a material effect in the current quarter results.

7 SEASONAL OR CYCLICAL FACTORS

The operations of the Group are not subject to seasonality/cyclicality of operations.

8 CARRYING AMOUNT OF REVALUED ASSETS

The valuation of land and buildings of the Group which represent hotel properties have been brought forward without amendment from the most recent annual audited financial statements for the year ended 31 December 2011.

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9 DEBT AND EQUITY SECURITIES

There were no issuances and repayment of debts and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current quarter under review.

10 CHANGES IN COMPOSITION OF THE GROUP

There were no changes in the composition of the Group for the current financial period to date.

11 CAPITAL COMMITMENTS

There are no authorised capital expenditure that has been provided for in the financial statements.

12 CONTINGENT LIABILITIES

The Group does not have any contingent liabilities as at 31 March 2012.

13 SUBSEQUENT EVENTS

There are no material events subsequent to the end of the period under review that have not been reflected in the quarterly financial statements.

14 PERFORMANCE REVIEW

During the period ended 31 March 2012, the Group achieved a revenue of RM7.1 million (2011: RM8.3 million) and loss before taxation of RM0.2 million (2011: profit before taxation of RM0.3 million). The lower revenue as compared to preceding year corresponding period is mainly due to the cessation of Grand Central (K.L.) Sdn. Bhd.'s operations effective 31 July 2011.

In the opinion of the Directors, the results for the financial period under review have not been affected by any transaction or event of a material or unusual nature.

15 COMMENTS ON MATERIAL CHANGES IN PROFIT BEFORE TAXATION

The Group's decrease performance was mainly due to overall lower occupancy rates and higher utilities charges. Despite the above, Hotel Grand Continental, Langkawi and Hotel Grand Continental, Kuala Terengganu recorded improve results as compared to preceding year corresponding period.

16 PROSPECTS

Barring any unforeseen circumstances, the Directors anticipate the performance of the Group to remain difficult with intense competition from new entrants and existing hotels across the nation.

17 PROFIT FORECAST

The Group has not provided any profit forecast in a public document.

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18 INCOME TAX EXPENSE

Taxation includes:

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2012 RM'000	Preceding Year Quarter 31.03.2011 RM'000	Current Year To Date 31.03.2012 RM'000	Preceding Year Corresponding Period 31.03.2011 RM'000
Current period's provision	270	258	270	258
Deferred taxation	-	25	-	25
	<u>270</u>	<u>283</u>	<u>270</u>	<u>283</u>

The effective tax rate of the Group for the current quarter is higher than the statutory tax rate of 25%. This is mainly due to tax charged on profits from certain companies in the Group and non-deductible expenses for tax purposes.

19 CORPORATE PROPOSALS

There were no corporate proposals announced during the financial period to date.

20 BORROWINGS

	As At End Of Current Quarter 31.03.2012 RM'000	As At End Of Preceding Year End 31.12.2011 RM'000
Short Term Borrowings		
Lease and hire purchase creditors	15	20
Long Term Borrowings		
Lease and hire purchase creditors	<u>39</u>	<u>39</u>
	<u>54</u>	<u>59</u>

21 CHANGES IN MATERIAL LITIGATION

There are no changes in material litigation, including the status of pending material litigation as at the date of this report.

22 DIVIDEND

No interim ordinary dividend has been declared for the financial period ended 31 March 2012 (31 March 2011: Nil).

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23 (LOSS)/EARNINGS PER SHARE

(Loss)/earnings per share is calculated by dividing (loss)/profit for the period attributable to ordinary equity holders of the Company by the number of ordinary shares in issue during the financial period.

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2012	Preceding Year Quarter 31.03.2011	Current Year To Date 31.03.2012	Preceding Year Corresponding Period 31.03.2011
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(491)	14	(491)	14
Number of ordinary shares in issue ('000)	197,002	197,002	197,002	197,002
(Loss)/earnings per share (sen)	(0.25)	0.01	(0.25)	0.01

24 NOTES TO THE CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(Loss)/profit for the period is arrived at after crediting/(charging):

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 31.03.2012 RM'000	Preceding Year Quarter 31.03.2011 RM'000	Current Year To Date 31.03.2012 RM'000	Preceding Year Corresponding Period 31.03.2011 RM'000
Interest income	458	279	458	279
Sundry revenue	140	191	140	191
Interest expense	(1)	(132)	(1)	(132)
Depreciation	(1,445)	(1,508)	(1,445)	(1,508)
Reversal of impairment loss on receivables	-	64	-	64
Bad debts written off	-	-	-	-
Inventories written off	-	-	-	-
Gain on disposal of investments	-	-	-	-
Gain on disposal of properties	-	-	-	-
Impairment of assets	-	-	-	-
Foreign exchange gain	1	3	1	3

25 REALISED AND UNREALISED PROFITS DISCLOSURE

	As At End Of Current Quarter 31.03.2012 RM'000	As At End Of Preceding Year End 31.12.2011 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	66,976	67,482
- Unrealised	(13,488)	(13,488)
	53,488	53,994
Add: Consolidated adjustments	1,884	1,869
Retained profits as per financial statements	55,372	55,863

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26 AUTHORISATION FOR ISSUE

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 8 May 2012.