

# Quarterly rpt on consolidated results for the financial period ended 30 Jun 2015

## GRAND CENTRAL ENTERPRISES BHD

Financial Year End	31 Dec 2015
Quarter	2 Qtr
Quarterly report for the financial period ended	30 Jun 2015
The figures	have not been audited

### Attachments

 [2nd quarter 2015 KLSE unaudited results.pdf](#)  
89.7 kB

**Default Currency**    Other Currency

Currency: Malaysian Ringgit (MYR)

### SUMMARY OF KEY FINANCIAL INFORMATION 30 Jun 2015

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD
	30 Jun 2015	30 Jun 2014	30 Jun 2015	30 Jun 2014
	\$\$'000	\$\$'000	\$\$'000	\$\$'000
1 Revenue	7,823	8,880	14,439	15,005
2 Profit/(loss) before tax	-234	965	-800	-97
3 Profit/(loss) for the period	-449	538	-1,234	-601
4 Profit/(loss) attributable to ordinary equity holders of the parent	-465	513	-1,286	-648
5 Basic earnings/(loss) per share (Subunit)	-0.24	0.26	-0.65	-0.33
6 Proposed/Declared dividend per share (Subunit)	0.00	0.00	0.00	0.00
	<b>AS AT END OF CURRENT QUARTER</b>		<b>AS AT PRECEDING FINANCIAL YEAR END</b>	
7 Net assets per	1.2600		1.2900	

share attributable to ordinary equity holders of the parent (\$\$)		
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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**

<b>Company Name</b>	GRAND CENTRAL ENTERPRISES BHD
<b>Stock Name</b>	GCE
<b>Date Announced</b>	10 Aug 2015
<b>Category</b>	Financial Results
<b>Reference Number</b>	FRA-10082015-00007

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 30.06.2015 RM'000	Preceding Year Corresponding Quarter 30.06.2014 RM'000	Current Year To Date 30.06.2015 RM'000	Preceding Year Corresponding Period 30.06.2014 RM'000
Revenue	7,823	8,880	14,439	15,005
Operating expenses	(8,707)	(8,629)	(16,712)	(16,516)
Other operating income	651	715	1,474	1,417
Finance cost	(1)	(1)	(1)	(3)
(Loss)/profit before taxation	(234)	965	(800)	(97)
Taxation	(215)	(427)	(434)	(504)
(Loss)/profit net of tax	(449)	538	(1,234)	(601)
Other comprehensive profit	-	-	-	-
Total comprehensive (loss)/profit	(449)	538	(1,234)	(601)
(Loss)/profit attributable to:				
Owners of the parent	(465)	513	(1,286)	(648)
Non-controlling interests	16	25	52	47
(Loss)/profit for the period	(449)	538	(1,234)	(601)
(Loss)/earnings per share (sen)	(0.24)	0.26	(0.65)	(0.33)

*The condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2014 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 30 JUNE 2015**

	<b>As At End Of Current Quarter 30.06.2015 RM'000</b>	<b>As At End Of Preceding Year End 31.12.2014 RM'000</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	195,012	195,733
Deferred tax assets	3,090	7,207
	<u>198,102</u>	<u>202,940</u>
<b>Current assets</b>		
Inventories	332	410
Trade and other receivables	6,663	4,310
Cash and cash equivalents	70,101	76,820
	<u>77,096</u>	<u>81,540</u>
<b>TOTAL ASSETS</b>	<b><u>275,198</u></b>	<b><u>284,480</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	197,002	197,002
Reserves	52,180	57,406
	<u>249,182</u>	<u>254,408</u>
Non-controlling interests	2,012	1,960
<b>Total equity</b>	<b><u>251,194</u></b>	<b><u>256,368</u></b>
<b>Non-current liability</b>		
Deferred taxation	18,527	22,635
<b>Current liabilities</b>		
Borrowings	7	51
Trade & other payables	5,117	5,147
Current tax payable	353	279
	<u>5,477</u>	<u>5,477</u>
<b>Total liabilities</b>	<b><u>24,004</u></b>	<b><u>28,112</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>275,198</u></b>	<b><u>284,480</u></b>
Net assets per share (RM)	1.26	1.29

*The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE SECOND QUARTER ENDED 30 JUNE 2015**

	← Attributable to Owners of the Parent →			Non-controlling Interests	Total Equity
	Share Capital RM'000	Non-Distributable Share Premium Reserve RM'000	Distributable Retained Profits RM'000		
6-month quarter ended <u>30 June 2015</u>					
<b>At 1 January 2015</b>	197,002	2,395	55,011	1,960	256,368
(Loss)/profit for the period	-	-	(1,286)	52	(1,234)
Dividends	-	-	(3,940)	-	(3,940)
<b>At 30 June 2015</b>	<b>197,002</b>	<b>2,395</b>	<b>49,785</b>	<b>2,012</b>	<b>251,194</b>
6-month quarter ended <u>30 June 2014</u>					
<b>At 1 January 2014</b>	197,002	2,395	63,690	1,999	265,086
(Loss)/profit for the period	-	-	(648)	47	(601)
Dividends	-	-	(7,880)	-	(7,880)
<b>At 30 June 2014</b>	<b>197,002</b>	<b>2,395</b>	<b>55,162</b>	<b>2,046</b>	<b>256,605</b>

*The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2014 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 SECOND QUARTER ENDED 30 JUNE 2015**

	<u>2015</u> <b>6 Months</b> <b>Ended</b> <b>30.06.2015</b> <b>RM'000</b>	<u>2014</u> <b>6 Months</b> <b>Ended</b> <b>30.06.2014</b> <b>RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Loss before taxation	(800)	(97)
Adjustments:-		
Depreciation	3,070	3,033
Gain on disposal of property, plant and equipment	(1)	(1)
Inventories written off	1	1
Interest expenses	1	3
Interest income	(1,263)	(1,195)
Property, plant and equipment written off	1	-
Operating profit before changes in working capital	<u>1,009</u>	<u>1,744</u>
Net change in current receivables	(2,227)	(1,554)
Net change in current payables	<u>(30)</u>	<u>(758)</u>
Cash used in operating activities	(1,248)	(568)
Interest paid	(1)	(2)
Net taxes paid	<u>(360)</u>	<u>(535)</u>
<b>Net cash used operating activities</b>	<u>(1,609)</u>	<u>(1,105)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest received	1,223	1,234
Proceeds from disposal of property, plant and equipment	1	5
Purchase of property, plant and equipment	<u>(2,350)</u>	<u>(1,090)</u>
<b>Net cash (used in)/generated from investing activities</b>	<u>(1,126)</u>	<u>149</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Repayment of hire purchase and lease payables	(44)	(46)
Dividends paid to shareholders	<u>(3,940)</u>	<u>(7,880)</u>
<b>Net cash used in financing activities</b>	<u>(3,984)</u>	<u>(7,926)</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	(6,719)	(8,882)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>75,635</u>	<u>80,913</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u>68,916</u>	<u>72,031</u>

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

Cash and bank balances	70,101	73,216
Less: Short-term deposits with licensed banks restricted from use in operations	<u>(1,185)</u>	<u>(1,185)</u>
	<u>68,916</u>	<u>72,031</u>

*The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.*

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
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**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 issued by the Malaysian Accounting Standard Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2014. 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 2014.

**2 CHANGES IN ACCOUNTING POLICIES**

The accounting policies applied by the Group in the interim financial statements are consistent with those adopted in the most recent audited financial statements for the year ended 31 December 2014 except for the adoption of the new and amended MFRSs for annual financial periods beginning on or after 1 January 2015. There is no significant financial impact arising from the adoption of MFRSs.

**3 AUDITORS' REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the year ended 31 December 2014 was not qualified.

**4 SEGMENTAL REPORTING**

The Board of Directors reviews the Group's internal reporting in order to assess performance and allocation of resources. The Group's principal activities are principally in the hotel business conducted within Malaysia.

	<b>Current Year To Date 30.06.2015 RM'000</b>	<b>Preceding Year Corresponding Period 30.06.2014 RM'000</b>
Revenue from external customers	14,439	15,005
Reportable segment profit/(loss)	796	1,519
Reportable segment assets	272,004	277,207
Reportable segment liabilities	5,117	5,412
Reportable segment profit is reconciled as follows:		
Total profit/(loss) for reportable segment	796	1,519
Interest income	1,263	1,195
Other income	211	222
Depreciation	(3,070)	(3,033)
Loss before taxation	(800)	(97)

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**4 SEGMENTAL REPORTING (Cont'd.)**

	<b>Current Year To Date 30.06.2015 RM'000</b>	<b>Preceding Year Corresponding Period 30.06.2014 RM'000</b>
Reportable segment assets is reconciles as follows:		
Total assets for reportable segment	272,004	277,207
Tax recoverable	104	137
Deferred tax assets	3,090	7,943
Total assets	<u>275,198</u>	<u>285,287</u>
Reportable segment liabilities is reconciled as follows:		
Total liabilities for reportable segment	5,117	5,412
Income tax payables	353	246
Deferred tax liabilities	18,527	22,922
Borrowings	7	102
Total liabilities	<u>24,004</u>	<u>28,682</u>

The Group has no concentration of revenue generated from a single external customer during the year.

**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 DIVIDENDS PAID**

	<b>2015 RM'000</b>	<b>2014 RM'000</b>
Ordinary		
Final paid		
2014 - 2% single tier	3,940	-
2013 - 4% single tier	-	7,880
	<u>-</u>	<u>7,880</u>

**9 CARRYING AMOUNT OF REVALUED ASSETS**

There was no valuation of property, plant and equipment for the period under review.



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**10 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.

**11 CHANGES IN COMPOSITION OF THE GROUP**

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

**12 CAPITAL COMMITMENTS**

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

**13 CONTINGENT LIABILITIES**

The Group does not have any contingent liabilities as at 30 June 2015.

**14 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.

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**PART B - EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING REQUIREMENTS OF  
 BURSA MALAYSIA SECURITIES BERHAD**

**15 PERFORMANCE REVIEW**

The Group recorded a revenue of RM14.44 million (2014: RM15.01 million) and loss before taxation of RM0.80 million (2014: RM0.10 million) for the period ended 30 June 2015. The decrease in revenue was mainly due to overall lower room occupancy rate.

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.

**16 COMMENTS ON MATERIAL CHANGES IN PROFIT BEFORE TAXATION**

The Group's increased in loss before taxation as compared to the preceding year corresponding period was mainly due to lower revenue being achieved and higher operating expenses incurred for the current period.

**17 PROSPECTS**

Barring any unforeseen circumstances, the Directors anticipate the performance of the Group for the next quarter to be challenging.

**18 PROFIT FORECAST**

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

**19 INCOME TAX EXPENSE**

Taxation includes:

	INDIVIDUAL PERIOD		CUMULATIVE PERIOD	
	Current Year Quarter 30.06.2015 RM'000	Preceding Year Quarter 30.06.2014 RM'000	Current Year To Date 30.06.2015 RM'000	Preceding Year Corresponding Period 30.06.2014 RM'000
Current period's provision	207	394	426	471
Deferred taxation	8	33	8	33
	<u>215</u>	<u>427</u>	<u>434</u>	<u>504</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.

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**20 CORPORATE PROPOSALS**

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

**21 BORROWINGS**

	<b>As At End Of Current Quarter 30.06.2015 RM'000</b>	<b>As At End Of Preceding Year End 31.12.2014 RM'000</b>
<b>Short Term Borrowings</b>		
Lease and hire purchase creditors	7	51

**22 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.

**23 DIVIDEND**

No interim ordinary dividend has been declared for the financial period ended 30 June 2015 (30 June 2014: Nil).

**24 (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 →	
	<b>Current Year Quarter 30.06.2015</b>	<b>Preceding Year Quarter 30.06.2014</b>	<b>Current Year To Date 30.06.2015</b>	<b>Preceding Year Corresponding Period 30.06.2014</b>
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(465)	513	(1,286)	(648)
Number of ordinary shares in issue ('000)	197,002	197,002	197,002	197,002
(Loss)/earnings per share (sen)	(0.24)	0.26	(0.65)	(0.33)

**GRAND CENTRAL ENTERPRISES BHD (131696-V)**  
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**25 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 30.06.2015 RM'000	Preceding Year Quarter 30.06.2014 RM'000	Current Year To Date 30.06.2015 RM'000	Preceding Year Corresponding Period 30.06.2014 RM'000
Interest income	649	588	1,263	1,195
Sundry revenue	1	127	210	220
Interest expense	(1)	(1)	(1)	(3)
Depreciation	(1,545)	(1,524)	(3,070)	(3,033)
Reversal of impairment loss on receivables	-	-	-	-
Bad debts written off	-	-	-	-
Inventories written off	(1)	(1)	(1)	(1)
Gain on disposal of investments	-	-	-	-
Gain on disposal of property, plant and equipment	1	-	1	1
Loss on disposal of property, plant and equipment	-	-	-	-
Property, plant and equipment written off	-	-	1	-
Impairment of assets	-	-	-	-
Foreign exchange gain	-	-	-	-

**26 REALISED AND UNREALISED PROFITS DISCLOSURE**

	As At End Of Current Quarter 30.06.2015 RM'000	As At End Of Preceding Year End 31.12.2014 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	61,260	67,228
- Unrealised	(12,496)	(12,488)
	48,764	54,740
Add: Consolidated adjustments	1,021	271
Retained profits as per financial statements	49,785	55,011

**27 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 10 August 2015.