

Berjaya Media Berhad

(Company No: 290601-T)

Date: 21 June 2016

Subject: **UNAUDITED FOURTH QUARTER RESULTS FOR THE
PERIOD ENDED 30 APRIL 2016**

<u>Table of contents</u>	Page
Condensed Consolidated Statement of Profit or Loss	1
Condensed Consolidated Statement of Other Comprehensive Income	2
Condensed Consolidated Statement of Financial Position	3
Condensed Consolidated Statement of Changes in Equity	4
Condensed Consolidated Statement of Cash Flows	5
Notes to the Interim Financial Report	6 - 8
Additional Information Required by the Listing Requirements of Bursa Malaysia Securities Berhad ('Bursa Securities LR')	9 - 12

**UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

	Note	CURRENT QUARTER		CUMULATIVE QUARTER	
		3 months ended		12 months ended	
		30.4.2016	30.4.2015	30.4.2016	30.4.2015
		RM'000	RM'000	RM'000	RM'000
REVENUE		8,545	11,222	44,527	53,831
Operating expenses		(11,484)	(13,544)	(49,043)	(56,170)
Other operating income		97	187	274	417
LOSS FROM OPERATIONS		(2,842)	(2,135)	(4,242)	(1,922)
Results arising from investing activities *		67	(25,176)	(10,794)	(28,511)
Finance costs		(26)	(12)	(98)	(58)
LOSS BEFORE TAX		(2,801)	(27,323)	(15,134)	(30,491)
TAXATION	B5	(716)	(604)	(773)	(665)
LOSS AFTER TAX		(3,517)	(27,927)	(15,907)	(31,156)
ATTRIBUTABLE TO:					
Equity holders of the Company		(3,517)	(27,927)	(15,907)	(31,156)
LOSS PER ORDINARY SHARE (SEN)					
- Basic	B9	(1.50)	(11.88)	(6.77)	(13.25)
- Diluted	B9	N/A	N/A	N/A	N/A

* Results arising from investing activities comprise mainly interest income, dividend income and investment related expenses.

N/A : Not Applicable

Note:

The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying explanatory notes which form an integral part of this interim financial report.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
CONDENSED CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

	CURRENT QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	30.4.2016	30.4.2015	30.4.2016	30.4.2015
	RM'000	RM'000	RM'000	RM'000
LOSS AFTER TAX	(3,517)	(27,927)	(15,907)	(31,156)
OTHER COMPREHENSIVE DEFICIT				
Gain/(Deficit) on changes in fair value of available-for-sale investment	761	1,241	(3,251)	(3,019)
Cumulative impairment loss reclassified to profit or loss	15	252	2,153	4,527
Reclassification adjustment relating to available-for-sale financial assets disposed of in the year	-	-	-	(132)
	<u>776</u>	<u>1,493</u>	<u>(1,098)</u>	<u>1,376</u>
TOTAL COMPREHENSIVE DEFICIT FOR THE PERIOD	(2,741)	(26,434)	(17,005)	(29,780)
TOTAL COMPREHENSIVE DEFICIT ATTRIBUTABLE TO:				
Equity holders of the Company	<u>(2,741)</u>	<u>(26,434)</u>	<u>(17,005)</u>	<u>(29,780)</u>

Note:

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying explanatory notes which form an integral part of this interim financial report.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	The Group	
	As At 30.4.2016 (Unaudited) RM'000	As At 30.4.2015 (Audited) RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	2,769	3,261
Intangible asset	13,500	23,000
Other investments	21,454	24,706
Deferred tax assets	426	1,124
	<u>38,149</u>	<u>52,091</u>
Current Assets		
Inventories	6,402	7,104
Trade and other receivables	9,275	9,647
Tax recoverable	37	35
Cash and bank balances	8,031	8,896
	<u>23,745</u>	<u>25,682</u>
TOTAL ASSETS	<u>61,894</u>	<u>77,773</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Ordinary share capital	188,068	188,068
Share premium	3,470	3,470
Fair value adjustment reserve	868	1,966
Accumulated losses	(139,533)	(123,626)
Total equity	<u>52,873</u>	<u>69,878</u>
Non-Current Liability		
Hire-purchase payables (non-current portion)	-	30
Current Liabilities		
Trade and other payables	8,131	6,813
Deferred income	37	958
Short term borrowing (current portion)	822	-
Hire-purchase payables (current portion)	31	94
	<u>9,021</u>	<u>7,865</u>
Total liabilities	<u>9,021</u>	<u>7,895</u>
TOTAL EQUITY AND LIABILITIES	<u>61,894</u>	<u>77,773</u>
Net assets per share attributable to ordinary equity holders of the parent (RM)	0.22	0.30
Number of ordinary shares (unit'000)	235,085	235,085

Note:

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying explanatory notes which form an integral part of this interim financial report.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Company				
	Non-distributable			Accumulated losses RM'000	Total equity RM'000
	reserves				
	Share capital RM'000	Share premium RM'000	Fair value adjustment reserve RM'000		
At 1 May 2015	188,068	3,470	1,966	(123,626)	69,878
Total comprehensive deficit for the 12 months period	-	-	(1,098)	(15,907)	(17,005)
At 30 April 2016	188,068	3,470	868	(139,533)	52,873
At 1 May 2014	188,068	3,470	590	(92,470)	99,658
Total comprehensive income/(deficit) for the 12 months period	-	-	1,376	(31,156)	(29,780)
At 30 April 2015	188,068	3,470	1,966	(123,626)	69,878

Note:

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying explanatory notes which form an integral part of this interim financial report.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	12 months ended	
	30.4.2016 RM'000	30.4.2015 RM'000
OPERATING ACTIVITIES		
Receipt from customers	45,211	54,746
Payment to suppliers	(23,477)	(32,034)
Payment for operating expenses (including taxes)	(23,730)	(23,132)
Other receipt	-	487
Net cash generated from/(used in) operating activities	<u>(1,996)</u>	<u>67</u>
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(358)	(817)
Sale of other investment	-	480
Dividend received	506	503
Interest received	353	353
Net cash generated from investing activities	<u>501</u>	<u>519</u>
FINANCING ACTIVITIES		
Drawdown of bank borrowing	4,714	2,557
Repayment of bank borrowing	(3,892)	(2,557)
Payment of hire purchase obligations	(94)	(93)
Finance costs	(98)	(58)
Net cash generated from/(used in) financing activities	<u>630</u>	<u>(151)</u>
NET INCREASE/(DECREASE) IN		
CASH AND CASH EQUIVALENTS	(865)	435
CASH AND CASH EQUIVALENTS		
AT THE BEGINNING OF THE PERIOD	<u>8,896</u>	<u>8,461</u>
CASH AND CASH EQUIVALENTS		
AT THE END OF THE PERIOD	<u>8,031</u>	<u>8,896</u>

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

	RM'000	RM'000
Fixed deposits with licensed banks	2,039	4,860
Cash and bank balances	5,992	4,036
	<u>8,031</u>	<u>8,896</u>

Note:

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the financial year ended 30 April 2015 and the accompanying explanatory notes which form an integral part of this interim financial report.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
NOTES TO THE INTERIM FINANCIAL REPORT

A1. Basis of preparation

The condensed consolidated interim financial report are unaudited and have been prepared in accordance MFRS 134: Interim Financial Reporting issued by Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 30 April 2015, which were prepared under Malaysian Financial Reporting Standards (“MFRSs”). The explanatory notes attached to the condensed consolidated interim financial report provide an explanation of events and transactions which are significant for understanding the changes in the financial position and performance of the Group since the year ended 30 April 2015.

The Group has not early adopted new or revised standards and amendments to standards that have been issued but not yet effective for the accounting period beginning 1 May 2015.

The initial application of the MFRSs, Amendments to MFRSs and IC Interpretations, which will be applied prospectively or which requires extended disclosures, is not expected to have any significant financial impacts to the financial statements of the Group upon their first adoption.

A2. Seasonal or cyclical factors

The business of the Group is generally affected by the festive seasons and global newsprint prices.

A3. Unusual items

There were no unusual items for the current period under review other than the followings:

	3 months ended	12 months ended
	30.4.2016	30.4.2016
	RM'000	RM'000
Impairment loss of publishing rights	-	9,500
Impairment loss of available-for-sale quoted investments	15	2,153
	<u>15</u>	<u>2,153</u>

A4. Changes in estimates

There were no changes in amount of estimates reported previously that have a material effect in the current period under review.

A5. Issuance and repayment of debt and equity securities

During the 12 months period ended 30 April 2016, there was no change in the Company's issued and paid-up share capital.

As at 30 April 2016, there was a total of 56,126,564 warrants outstanding. Each of the said warrant entitles the holder to subscribe for one ordinary share of RM0.80 each at an exercise price of RM0.87 per share. The expiry date of the said warrants is on 18 December 2016.

There was no warrant exercised for the period under review.

A6. Dividend paid

No dividend was paid in the current quarter under review.

A7. Segment reporting

The business segments of the Group for the 12 months period ended 30 April 2016 are categorised as follows:-

REVENUE

	12 months ended 30.4.2016 RM'000
Publishing	44,527
Others	-
Investment holding	-
Total revenue	<u>44,527</u>

Revenue from publishing segment represents advertising revenue less agency commission.

A7. Segment reporting (contd.)

RESULTS

	12 months ended 30.4.2016 RM'000
Publishing	(3,735)
Others	(5)
Investment holding	(502)
Loss from operations	<u>(4,242)</u>
Results arising from investing activities	(10,794)
Finance costs	<u>(98)</u>
Loss before tax	(15,134)
Taxation	<u>(773)</u>
Loss after tax	<u><u>(15,907)</u></u>

No geographical segment report is presented as the Group operates solely in Malaysia.

A8. Material events

There were no material events for the current period under review.

A9. Changes in composition of the Group

There were no changes in the composition of the Group for the current period under review.

A10. Changes in contingent liabilities or contingent assets

There are no material changes in contingent liabilities and contingent assets for the current quarter under review since the last annual reporting date.

UNAUDITED FOURTH QUARTER RESULTS FOR THE PERIOD ENDED 30 APRIL 2016
ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES LR

B1 Review of group performance

The Group is primarily engaged in publishing of newspaper ('theSun'). The key factors that affect the performance of the Group include mainly the newsprint costs, press printing costs, payroll costs and demand for newspaper advertising.

The summary results of the Group are as follows:

	3 months ended		Variance	12 months ended		Variance
	30.4.2016	30.4.2015	+ / (-)	30.4.2016	30.4.2015	+ / (-)
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	8,545	11,222	(23.85)	44,527	53,831	(17.28)
Loss from operations	(2,842)	(2,135)	33.11	(4,242)	(1,922)	120.71
Loss before tax	(2,801)	(27,323)	(89.75)	(15,134)	(30,491)	(50.37)

For the quarter

For the fourth quarter ended 30 April 2016 under review, the Group reported a revenue of RM8.55 million and pre-tax loss of RM2.80 million as compared to the revenue of RM11.22 million and pre-tax loss of RM27.32 million in the preceding year's corresponding quarter. The decrease in revenue for the quarter under review was mainly due to lower advertising income recorded by its principal operating subsidiary, Sun Media Corporation Sdn Bhd ("SunMedia"). In addition, the revenue for the current period is stated net of agency commissions (as compared to the gross revenue reported prior to the implementation of Goods and Services Tax). Had the same basis been applied in the preceding year corresponding quarter, the revenue for the comparative period would be RM9.67 million and the revenue for the current quarter represents a 13.1% decrease therefrom. The lower loss before tax was mainly due to lower impairment loss incurred in the current quarter. In the preceding year corresponding quarter, the impairment loss of publishing rights and quoted investments, in total, amounted to RM25.25 million.

For the financial year

For the financial year ended 30 April 2016 under review, the Group reported a consolidated revenue of RM44.53 million and pre-tax loss of RM15.13 million as compared to the revenue of RM53.83 million and pre-tax loss of RM30.49 million in the preceding year. The decrease in revenue for the current year under review was mainly due to lower advertising income reported by SunMedia. The revenue for the current financial year is stated net of agency commissions (as compared to the gross revenue reported in previous financial year). Had the same basis been applied in previous financial year, the revenue for the comparative period would be RM46.65 million and the revenue for the current year represents a 4.5% decrease therefrom. The lower loss before tax was mainly due to lower impairment loss incurred in the current financial year. In the preceding financial year, the impairment loss of publishing rights and quoted investments, in total, amounted to RM29.53 million.

B2. Material changes in the current quarter results compared with the immediate preceding quarter

For the fourth quarter ended 30 April 2016 under review, the Group registered a consolidated revenue of RM8.55 million and pre-tax loss of RM2.80 million as compared to the revenue of RM12.14 million and pre-tax loss of RM11.42 million in the preceding quarter. The decrease in revenue for the quarter under review was mainly due to lower advertising income recorded by SunMedia. The lower loss before tax was mainly due to lower impairment loss incurred in the current quarter. In the last quarter, the impairment loss of publishing rights and quoted investments, on aggregate, amounted to RM10.63 million.

B3. Future prospects

The Group continues to operate in a competitive business environment and will continue to focus on improving its advertising revenue. The Directors are of the view that the Group's business for the next financial year ending 30 April 2017 will be more challenging compared to the last financial year due to the weakened Malaysian Ringgit as well as the declining consumer demand resulting from the prevailing economic conditions.

B4. Variance of actual profit from profit forecast and profit guarantee

There was no profit forecast or profit guarantee given by the Group for the current quarter under review.

B5. Taxation

	3 months ended		12 months ended	
	30.4.2016	30.4.2015	30.4.2016	30.4.2015
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax				
- Current taxation	20	23	(37)	(38)
- Over/(Under) provision in prior year	(38)	2	(38)	2
Deferred taxation	<u>(698)</u>	<u>(629)</u>	<u>(698)</u>	<u>(629)</u>
Tax expense	<u>(716)</u>	<u>(604)</u>	<u>(773)</u>	<u>(665)</u>

The Group's current tax charge was mainly due to reversal of deferred tax assets on unabsorbed business loss and tax on interest income of certain subsidiaries.

B6. Group bank borrowings and debt securities

	At	At
	30.4.2016	30.4.2015
	RM'000	RM'000
Short term borrowing (representing total borrowings of the Group)		
<u>Secured</u>		
Denominated in Ringgit Malaysia (RM)	<u>822</u>	<u>-</u>

B7. Changes in material litigation

There is no change in material litigation since the last annual reporting date other than the change of hearing date of certain legal cases.

B8. Dividend

No dividend is declared for the current quarter ended 30 April 2016 (preceding year's corresponding period ended 30 April 2015: Nil).

B9. Loss per ordinary share

	3 months ended		12 months ended	
	30.4.2016	30.4.2015	30.4.2016	30.4.2015
<u>Basic</u>				
Net loss attributable to ordinary shareholders (RM'000)	(3,517)	(27,927)	(15,907)	(31,156)
Weighted average number of ordinary shares of RM0.80 each in issue ('000)	235,085	235,085	235,085	235,085
Basic loss per ordinary share (sen)	<u>(1.50)</u>	<u>(11.88)</u>	<u>(6.77)</u>	<u>(13.25)</u>

Diluted

Diluted loss per share is not presented as the warrants, if exercised, would have an anti-dilutive effect on the earnings per share.

B10. Loss before tax

Loss before tax is arrived at after charging/(crediting) the following items:-

	3 months ended		12 months ended	
	30.4.2016	30.4.2015	30.4.2016	30.4.2015
	RM'000	RM'000	RM'000	RM'000
Interest income	(82)	(76)	(353)	(351)
Dividend income	-	-	(506)	(503)
Gain on disposal of quoted investments	-	-	-	(162)
Interest expense	26	12	98	58
Depreciation for property, plant and equipment	206	204	842	806
Impairment loss of property, plant and equipment	-	-	8	-
Impairment loss on receivables	-	473	-	479
Reversal of allowance for doubtful debts on receivables	(21)	(82)	(21)	(95)
Provision for and write off of inventories	-	-	-	-
Impairment loss of available-for-sale quoted investments	15	252	2,153	4,527
Impairment loss of intangible asset	-	25,000	9,500	25,000
Foreign exchange (gain)/loss	(32)	11	(51)	12
	<u>(32)</u>	<u>11</u>	<u>(51)</u>	<u>12</u>

B11. Realised and unrealised losses

The accumulated gain/(losses) of the Group are analysed as follows:

	As at	As at
	30.4.2016	30.4.2015
	RM'000	RM'000
Total accumulated losses of the Company and its subsidiaries:		
- realised	(438,745)	(413,580)
- unrealised	426	1,124
	<u>(438,319)</u>	<u>(412,456)</u>
- consolidation adjustments	298,786	288,830
Total accumulated losses as per consolidated statement of changes in equity	<u>(139,533)</u>	<u>(123,626)</u>