

**R&A TELECOMMUNICATION GROUP BERHAD (645677-D)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

	----- Individual Quarter -----		----- Cumulative Quarter -----	
	Current year quarter 31 March 2015 RM'000	Preceding year corresponding quarter 31 March 2014 RM'000	Current year to date 31 March 2015 RM'000	Preceding year corresponding period 31 March 2014 RM'000
<b>Revenue</b>	2,189	4,569	2,189	4,569
Cost of sales	(2,080)	(3,286)	(2,080)	(3,286)
Operating expenses	<u>(2,207)</u>	<u>(2,745)</u>	<u>(2,207)</u>	<u>(2,745)</u>
<b>Loss before amortisation, depreciation and finance cost</b>	(2,098)	(1,462)	(2,098)	(1,462)
Depreciation and amortisation	(471)	(778)	(471)	(778)
Finance cost	(521)	(450)	(521)	(450)
Other income	<u>23</u>	<u>92</u>	<u>23</u>	<u>92</u>
<b>Loss before tax</b>	(3,067)	(2,598)	(3,067)	(2,598)
Tax (expense)/ income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Loss after tax</b>	(3,067)	(2,598)	(3,067)	(2,598)
Other comprehensive income	-	-	-	-
Total comprehensive loss	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>
<b>Loss attributable to :</b>				
Equity holders of the Company	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>
<b>Total comprehensive loss attributable to :</b>				
Equity holders of the Company	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>	<u><u>(3,067)</u></u>	<u><u>(2,598)</u></u>
Loss per share (sen):-				
a) Basic	(0.32)	(0.27)	(0.32)	(0.27)

Notes :

- (i) Basic earnings per share for the quarter and financial period is calculated based on the net profit divided by the weighted average number of ordinary shares in issue for the quarter and financial period respectively.
- (ii) The Unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Group for the financial year ended ("FYE") 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

**R&A TELECOMMUNICATION GROUP BERHAD (645677-D)****UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION  
AS AT 31 MARCH 2015**

	As at 31 March 2015 (Unaudited) RM'000	As at 31 December 2014 (Audited) RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	11,376	11,842
Investment property	494	498
Development costs	2,034	2,034
Goodwill	49,724	49,724
Deferred tax assets	2,097	2,097
	<u>65,725</u>	<u>66,195</u>
<b>Current assets</b>		
Inventories	1,108	1,058
Accrued billings	6,047	7,790
Work in progress	9,834	8,550
Trade receivables	15,164	19,199
Other receivables	2,823	3,017
Fixed deposits with licensed banks	4,546	5,422
Cash and bank balances	37	82
	<u>39,559</u>	<u>45,118</u>
<b>Total assets</b>	<u>105,284</u>	<u>111,313</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the Company</b>		
Share capital	48,343	48,343
Reserves	42,665	42,665
Accumulated losses	(28,688)	(25,621)
<b>Total equity</b>	<u>62,320</u>	<u>65,387</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	228	228
Finance lease liabilities	422	439
	<u>650</u>	<u>667</u>
<b>Current liabilities</b>		
Trade payables	3,810	3,048
Other payables	3,936	4,409
Bank borrowings	33,962	37,076
Finance lease liabilities	334	454
Tax payable	272	272
	<u>42,314</u>	<u>45,259</u>
<b>Total liabilities</b>	42,964	45,926
<b>Total equity and liabilities</b>	<u>105,284</u>	<u>111,313</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>0.06</u>	<u>0.07</u>

The Unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

**R&A TELECOMMUNICATION GROUP BERHAD (645677-D)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS  
FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

	Current year to date 31 March 2015 RM'000	Preceding year corresponding period 31 March 2014 RM'000
<b>OPERATING ACTIVITIES</b>		
Loss before tax	(3,067)	(2,598)
Adjustments for non-cash items	984	1,227
<b>Operating loss before working capital changes</b>	<b>(2,083)</b>	<b>(1,371)</b>
Changes in working capital:-		
Inventories	(51)	40
Accrued billings	1,742	2,596
Customer	(1,285)	7,009
Receivables	4,231	(3,878)
Payables	293	(2,387)
<b>Cash from operations</b>	<b>2,847</b>	<b>2,009</b>
Tax paid	-	(473)
Interest paid	(521)	(450)
<b>Net cash from operating activities</b>	<b>2,326</b>	<b>1,086</b>
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	-	(40)
Interest received	5	1
<b>Net cash from/ (used in) investing activities</b>	<b>5</b>	<b>(39)</b>
<b>FINANCING ACTIVITIES</b>		
Payment of finance lease liabilities	(138)	(317)
Drawdown from borrowings	26	1,025
Repayment of borrowings	(9,618)	(2,738)
Proceed from issuance of ordinary shares	-	4,395
Share issuance expenses	-	(256)
<b>Net cash (used in)/ from financing activities</b>	<b>(9,730)</b>	<b>2,109</b>
<b>Net Change in Cash and Cash Equivalents</b>	<b>(7,399)</b>	<b>3,156</b>
<b>Cash and Cash Equivalents at beginning of the period</b>	<b>(21,815)</b>	<b>(14,290)</b>
<b>Cash and Cash Equivalents at end of the period</b>	<b>(29,214)</b>	<b>(11,134)</b>
Represented by :-		
Fixed deposits with licensed banks	4,546	5,227
Bank overdrafts	(33,797)	(20,914)
Cash and bank balances	37	4,553
	<b>(29,214)</b>	<b>(11,134)</b>

The Unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

**R&A TELECOMMUNICATION GROUP BERHAD (645677-D)**

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

	<----- Attributable to owners of th Company ----->					
	<----- Non-distributable ----->					
	Share capital RM '000	Share premium RM '000	Other reserve RM '000	Revaluation reserve RM '000	Accumulated losses RM '000	<b>Total RM '000</b>
Balance as at 1 January 2015	48,343	3,638	34,705	4,322	(25,621)	<b>65,387</b>
Loss for the financial period	-	-	-	-	(3,067)	<b>(3,067)</b>
<b>Balance as at 31 March 2015</b>	<b>48,343</b>	<b>3,638</b>	<b>34,705</b>	<b>4,322</b>	<b>(28,688)</b>	<b>62,320</b>
<b>As at preceding year corresponding quarter 31 March 2014</b>						
Balance as at 1 January 2014	87,897	3,898	-	4,322	(8,203)	<b>87,914</b>
Capital reduction	(43,949)	-	34,705	-	9,244	-
Private placement	4,395	(256)	-	-	-	<b>4,139</b>
Loss for the financial period	-	-	-	-	(2,598)	<b>(2,598)</b>
<b>Balance as at 31 March 2014</b>	<b>48,343</b>	<b>3,642</b>	<b>34,705</b>	<b>4,322</b>	<b>(1,557)</b>	<b>89,455</b>

The Unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the FYE 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

## **R&A TELECOMMUNICATION GROUP BERHAD (645677-D)**

### **NOTES TO THE QUARTERLY REPORT**

#### **PART A: EXPLANATORY NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARDS (“MFRS”) 134: INTERIM FINANCIAL REPORTING**

##### **A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements outlined in the Malaysian Financial Reporting Standards ("MFRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), Paragraph 9.22 and Appendix 9B of the Bursa Malaysia Securities Berhad ACE Market Listing Requirements (“ACE LR”).

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group for the Financial Year Ended (“FYE”) 31 December 2014 and the accompanying explanatory notes attached to the interim financial report.

##### **A2. Significant accounting policies**

The significant accounting policies and methods of computation adopted by the Group in this quarterly financial statement are consistent with those of the annual financial statements for the year ended 31 December 2014.

The Group has adopted all the new and revised MFRSs and IC Interpretations that became mandatory for the current reporting period. The adoption of these new and revised MFRSs and IC Interpretations does not impact in significant changes in the accounting policies of the Group.

##### **A3. Qualification on the Auditors’ Report of preceding annual financial statements**

The company has triggered the prescribed criteria pursuant to Rule 8.04(2) and Paragraph 2.1(f) of Guidance Note 3 (“GN3”) under the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad. Hence, as of the date hereof, the company is considered as a GN3 company.

The GN3 criteria was triggered pursuant to Paragraph 2.1(f) of GN3 where the auditors had expressed a disclaimer opinion in the Company’s latest Audited Financial Statements for the FYE 31 December 2014 that was announced on 30 April 2015.

##### **A4. Seasonal or cyclical factors**

The business operations within the industry are not affected by seasonal and cyclical factors.

**A5. Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current financial quarter under review and financial year-to-date.

**A6. Changes in estimates of amounts reported**

There were no material changes in estimates of amounts reported in prior financial years that have a material effect on the current financial quarter under review and financial year-to-date.

**A7. Issuance or repayment of debt and equity securities**

There was no issuance or repayment of debt or equity securities, share buy-backs, share cancellations, share held as treasury shares and resale of treasury shares for the current financial quarter under review.

**A8. Dividend paid**

There was no dividend neither paid nor declared for the current financial quarter under review.

**A9. Segmental information**

The Group is organised into the following operating segments:-

- a. Civil, mechanical and electrical works (“CME”)**
- b. Telecommunication equipment installation (“TI”)**
- c. In-building system (“IBS”)**

**A9. Segmental information (cont'd)**

<b>Current Year Quarter Ended 31 March 2015</b>	<b><u>CME</u> RM'000</b>	<b><u>TI</u> RM'000</b>	<b><u>IBS</u> RM'000</b>	<b><u>Eliminations</u> RM'000</b>	<b><u>Total</u> RM'000</b>
<b>Revenue</b>					
External customers	265	1,817	107	-	2,189
Inter-segment	106	-	-	(106)	-
Total revenue	371	1,817	107	(106)	2,189
<b>Result:</b>					
Interest income					5
Interest expense					(521)
Depreciation					(471)
Other non cash expenses					2
Segment loss					(3,067)
<b>Assets:</b>					
Segment assets					105,284
<b>Liabilities:</b>					
Segment liabilities					42,964

<b>Preceding Year Corresponding Quarter Ended 31 March 2014</b>	<b><u>CME</u> RM'000</b>	<b><u>TI</u> RM'000</b>	<b><u>IBS</u> RM'000</b>	<b><u>Eliminations</u> RM'000</b>	<b><u>Total</u> RM'000</b>
<b>Revenue</b>					
External customers	2,947	1,535	87	-	4,569
Inter-segment	168	-	-	(168)	-
Total revenue	3,115	1,535	87	(168)	4,569
<b>Result:</b>					
Interest income					1
Interest expense					(450)
Depreciation and amortisation					(778)
Other non cash expenses					-
Segment loss					(2,598)
<b>Assets:</b>					
Segment assets					124,473
<b>Liabilities:</b>					
Segment liabilities					35,018

**A9. Segmental information (cont'd)**

The Group's segmental information by geographical location is not shown as the activities of the Group are in Malaysia.

**A10. Valuation of property, plant and equipment**

The Company has not carried out valuation on its property, plant and equipment in current financial quarter under review.

**A11. Capital commitments**

There are no material capital commitments in respect of property, plant and equipment as at 31 March 2015.

**A12. Capital expenditure**

There were no major additions and disposals of the property, plant and equipment during the current financial quarter under review and financial year-to-date.

**A13. Changes in the composition of the Group**

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

**A14. Contingent liabilities and contingent assets**

Save as disclosed below, the Group does not have any others contingent assets or liabilities as at 31 March 2015

	<b>RM'000</b>
<u>Contingent Liabilities :</u>	
Corporate guarantees given by our Company to financial institutions for credit facilities granted to our subsidiary companies	33,654
Potential litigation and claim from utility service providers	772

**A15. Subsequent material events**

Save for the corporate proposals as disclosed in Note B7, there were no other material events subsequent to the end of the current quarter under review.

**A16. Significant related party transactions**

There were no related party transactions during the current financial quarter under review.



## **PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

### **B1. Review of the performance of the Group**

For the current financial quarter ended 31 March 2015, the Group recorded revenue of RM2.19 million and loss before tax of RM3.07 million.

When compared to the preceding year corresponding financial quarter, the Group recorded a decrease of RM2.38 million in revenue, which was mainly attributable to the decreased contribution from the CME segment, which experienced slower roll-out of the projects and work orders received and increase in loss before tax of RM0.47 million. The increase in loss before tax in current financial quarter attributed to the stiff competitions from competitors and this resulted in low margins for some of the projects undertaken.

#### Civil, mechanical and electrical works segment (“CME”)

Revenue derived from the CME segment for the current financial quarter ended 31 March 2015 and financial year to date were RM0.27 million after elimination of intercompany transactions. As compared to preceding financial quarter, CME revenue decreased by RM2.95 million due to slower roll-out of the projects and work orders received.

#### Telecommunication equipment installation segment (“TI”)

Revenue derived from the TI segment for the current financial quarter ended 31 March 2015 and financial year to date were RM1.82 million. This segment is the main contributor for the current financial quarter as it comprised 83.01% of the total revenue. The total revenue for this segment decreased by RM2.14 million due to lower number of TI’s works being requested and commissioned by customers during the current financial quarter as compared to the preceding financial quarter.

#### In-building system (“IBS”)

Revenue derived from the IBS segment for the current financial quarter ended 31 March 2015 and financial year to date were RM0.11 million. The total revenue for this segment decreased by RM0.35 million compared to the previous financial quarter due to lower number of IBS sites completed and billed during the current financial quarter.

## **B2. Comparison to the results of the preceding quarter**

	<b>Current Quarter 31 March 2015 RM'000</b>	<b>Preceding Quarter 31 December 2014 RM'000</b>
Revenue	2,189	7,621
Loss before tax	(3,067)	(12,622)

For the current financial quarter ended 31 March 2015, the Group recorded revenue of RM2.19 million as compared to RM7.62 million which recorded in the preceding financial quarter ended 31 December 2014. The decreases in revenue recorded during the current financial quarter are mainly due to the larger portion of sites progress completed and billed in the preceding financial quarter and also due to the staggered roll-out of the major projects currently undertaken by the Group which resulted in lower CME revenue for the current financial quarter.

## **B3. Prospects for 2015**

R&A will be expecting an increase in the physical rollout of Long-Term Evolution (LTE) technology by the Malaysia Cellular Operators. This means that the potential for new business is very promising and we will continue to bid for jobs with the local operators and equipment vendors.

In addition to project demand from commercial cellular operators, R&A, as a telecommunication engineering service provider, expects to benefit from the rollout of network and application services in 2015 by Malaysia Communications and Multimedia Commission (MCMC) using the Universal Service Provision (USP) fund which has an allocated budget of RM2 billion.

We are also looking to further develop our overseas portfolio. We are exploring entrance into Brunei via the Outside Plant Project (fibre cable laying project) to continue contributing to our revenues. Lastly, we are actively looking at diversifying from the current project based business model by participating in projects with recurring revenues such as maintenance and concession based businesses.

## **B4. Profit forecast and profit estimate**

The Group has not issued any profit forecast or profit estimate for the current financial quarter under review or in any public documents.

**B5. Loss before tax**

	<b>Current Quarter 31 March 2015 RM'000</b>	<b>Cumulative Year-to-date 31 March 2015 RM'000</b>
Profit before tax is arrived at after charging / (crediting):		
- Depreciation	471	471
- Foreign exchange (gain)/ loss	(2)	(2)
- Interest income	(5)	(5)
- Interest expenses	521	521

Other disclosure items pursuant to Rule 16 of Appendix 9B of the ACE Market Listing Requirements of Bursa Securities are not applicable

**B6. Taxation**

	<b>Current Quarter Ended 31 March 2015 RM'000</b>	<b>Cumulative Year-to-Date 31 March 2015 RM'000</b>
Current tax	-	-
	-	-

The effective tax rate of the Group for the current quarter and cumulative quarter is NIL due to the capital allowance claimable against statutory income of the Group.

**B7. Status of corporate proposals**

Save as disclosed below, there were corporate proposals announced but not yet completed.

On 16 April 2014, the Company proposed to undertake the following proposals:

- (i) Proposed renounceable rights issue of up to 1,054,758,600 new ordinary shares of RM0.05 each in R&A (“R&A Shares” or “Shares”) (“Rights Shares”) together with up to 527,379,300 free new detachable warrants (“New Warrants”) on the basis of two (2) rights shares together with one (1) New Warrant for every two (2) existing R&A Shares held by the entitled shareholders of R&A on an entitlement date to be determined later (“Proposed Rights Issues of Shares with New Warrants”); and

## **B.7 Status of corporate proposals (cont'd)**

- (ii) Proposed renounceable rights issue of up to RM26,368,965 nominal value of five (5)-year, 1%, Irredeemable Convertible Unsecured Loan Stocks (“ICULS”) at 100% of the nominal value of RM0.025 each on the basis of one (1) RM0.025 nominal value of ICULS for every one (1) existing R&A Share held by the entitled shareholdings of R&A on the same entitlement date as the Proposed Rights Issue of Shares with New Warrants (“Proposed Rights Issues of ICULS”).

Note: The Securities Commission Malaysia had vide its letter dated 31 July 2014 approved the proposed issuance of the ICULS pursuant to the Proposed Rights Issue of ICULS.

Bursa Securities had vide its letter dated 12 September 2014 approved the following:-

- (a) Listing of up to 1,054,758,600 Rights Shares to be issued pursuant to the Proposed Rights Issue of Shares with New Warrants;
- (b) Admission to the Official List and the listing and quotation of up to 527,379,300 New Warrants to be issued pursuant to the Proposed Rights Issue of Shares with New Warrants;
- (c) Listing of up to 527,379,300 new R&A Shares to be issued arising from the exercise of the New Warrants;
- (d) Admission to the Official List and the listing and quotation of up to RM26,368,965 ICULS to be issued pursuant to the Proposed Rights Issue of ICULS;
- (e) Listing and quotation of up to 1,054,758,600 new R&A Shares to be issued pursuant to the exercise of the ICULS arising from the Proposed Rights Issue of ICULS.

On 28 October 2014, our shareholders has approved the Proposed Rights Issue of Shares with New Warrants and the Proposed Rights Issue of ICULS at the Extraordinary General Meeting.

The Proposals had lapsed on 11 March 2015 and the company on 25 February 2015 has submitted an application to Bursa Securities to seek approval for an extension of time of three (3) months to 11 June 2015 to implement the Proposals.

Bursa Securities had vide its letter dated 19 May 2015 in respect of the application for an extension of time to complete the implementation of the Proposals and reference to the announcement released by the company on 5 May 2015 where it stated that the company has triggered the prescribed criteria pursuant to Rule 8.04(2) and paragraph 2.1(f) of Guidance Note 3 (GN3) under the ACE Market Listing Requirements, the Board of the company must submit to Bursa Malaysia a regularisation plan for its approval within 12 months from the first announcement.

**B8. Status of utilisation of proceeds**

There were no proceeds raised from any proposal during the current financial quarter under review and financial year-to-date.

**B9. Realised and unrealised profits**

The breakdown of retained profits of the Group and the Company for the financial quarter ended 31 March 2015 and preceding year corresponding quarter ended 31 March 2014, is as follows :-

	<b>Group Quarter Ended 31 March 2015 RM'000</b>	<b>Group Quarter Ended 31 March 2014 RM'000</b>
Total retained profits of the Group:		
- Realised	(6,562)	(20,569)
- Unrealised (in respect of deferred tax recognised in the income statement)	-	-
	<hr/>	<hr/>
	(6,562)	(20,569)
Less : Consolidation adjustments	(22,126)	(22,126)
Total Group accumulated losses as per consolidated accounts	<hr/> <hr/> (28,688)	<hr/> <hr/> (1,557)

	<b>Company Quarter Ended 31 March 2015 RM'000</b>	<b>Company Quarter Ended 31 March 2014 RM'000</b>
Total accumulated losses of the Company :		
- Realised	(639)	(35)
- Unrealised (in respect of deferred tax recognised in the income statement)	-	-
Total Company's accumulated losses as per accounts	<hr/> <hr/> (639)	<hr/> <hr/> (35)

## B10. Group borrowings and debt securities

The Group's borrowings as at 31 March 2015 are as follows:-

	<b>Short Term RM'000</b>	<b>Long Term RM'000</b>	<b>Total RM'000</b>
<b><u>Secured</u></b>			
Finance lease liabilities	334	422	756
Bank overdrafts	33,797	-	33,797
Trust receipts	165	-	165
	<u>34,296</u>	<u>422</u>	<u>34,718</u>

## B11. Material litigation

Save as disclosed below, to the best knowledge of the Board, our Group is not involved in any material litigation, claims or arbitration, either as plaintiff or defendant, and our Board has no knowledge of any proceedings pending or threatened against our Group or any facts which are likely to give rise to any proceedings, which may materially and adversely affect the business or financial position of our Group:-

- (a) By various letters of demand received by R&A Telecommunication Sdn Bhd ("**RASB**"), a wholly-owned subsidiary of our Company, from August 2014 up to May 2015, the Employees' Provident Fund ("**EPF**") Board ("**EPF Board**") had via its solicitors demanded from RASB and its directors the following;
- (i) the sums of RM23,409 and RM26,749 being the accrued dividend and accrued interest respectively in respect of the Contributions for the months of August 2013 to October 2013. Upon proposal for settlement made by RASB, the EPF Board has agreed for such sum to be settled by way of three (3) monthly instalments;
  - (ii) the sums of RM12,965 and RM7,455 being the accrued dividend and accrued interest respectively in respect of the Contributions for the months of November 2013 to December 2013. Upon proposal for settlement made by RASB, the EPF Board has agreed for such sum to be settled by way of four (4) monthly instalments;

## **B.11. Material litigation (cont'd)**

- (iii) the sum of RM346,148 being the outstanding Contribution for the months of January 2014 to March 2014 together with accrued interest and dividend thereon pursuant to EPF Act. The EPF Board has agreed via consent judgment dated 1 December 2014 for such sum to be settled in full together with costs of RM800, dividend rate as declared by EPF on the amount outstanding until full settlement and interest at the rate of 7.15% per annum for the period 17 February 2013 to 16 February 2014; 7.35% per annum for the period 17 February 2014 to time as determined on the amount outstanding until full settlement. RASB had via a letter dated 27 April 2015 proposed to the EPF Board to postpone all the arrears until the end of June 2015;
  - (iv) the sum of RM364,172 being the outstanding Contribution for the months of April 2014 to June 2014 together with accrued interest and dividend thereon pursuant to the EPF Act. RASB had via a letter dated 27 April 2015 proposed to the EPF Board to postpone all the arrears until the end of June 2015; and
  - (v) the sum of RM612, 242 being the outstanding Contribution for the months of Julai 2014 to December 2014 thereon pursuant to the EPF Act. Upon proposal for settlement made by RASB, the EPF Board has agreed for such sum to be settled in three (6) monthly instalments commencing from 30 Jun 2015 to 30 November 2015.
- (b) By a letter of demand (“**Demand**”) dated 9 May 2014, Tenaga Nasional Berhad (“**TNB**”) had via its solicitors demanded from RASB the sum of RM568,077.30 being the cost of repair in respect of damage to 33kV electric cables from PMU Air Terjun to PPU Batu Ferringhi and from PPU Tanjung Bungah to PPU Pulau Tikus allegedly caused by RASB or its employees or its agents when carrying out their construction works. By a letter dated 16 May 2014, RASB wrote to TNB’s solicitors requesting for further information regarding the Demand in order to conduct an internal investigation. By letter dated 26 September 2014, RASB’s solicitors wrote to TNB’s solicitors requesting for a copy of all documents sustaining TNB’s allegations contained in the Demand. TNB’s solicitors responded via letter dated 23 October 2014 that TNB is unable to accede to RASB’s request for documents. Notwithstanding the above, RASB maintains an erection-all-risk insurance policy in respect of damage to property during construction works with coverage of up to RM1,000,000.

## **B.12. Dividends**

No interim dividends have been declared during the current financial quarter under review.

**B13. Earnings per share**

## (a) Basic earnings per share

Basic earnings per share is calculated by dividing the profit attributable to the equity holders of the Company by the weighted average number of shares in issue for the financial period.

	<b>Individual Quarter</b>		<b>Cumulative Quarter</b>	
	<b>Current Quarter</b>	<b>Preceding Year Corresponding Quarter</b>	<b>Current Year-To-Date</b>	<b>Preceding Year Corresponding Period</b>
	<b>31 March 2015</b>	<b>31 March 2014</b>	<b>31 March 2015</b>	<b>31 March 2014</b>
Loss attributable to the equity holders of the Company (RM'000)	(3,067)	(2,598)	(3,067)	(2,598)
Weighted average number of shares in issue ('000)	966,862	966,862	966,862	966,862
Basic loss per share (sen)	(0.32)	(0.27)	(0.32)	(0.27)

## (b) Diluted earnings per share

Not applicable