

**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FOURTH (4TH) QUARTER ENDED 31ST DECEMBER 2017**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CHANGES (AMOUNT / %)	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING PERIOD	CHANGES (AMOUNT / %)
	31 Dec 2017 RM'000	31 Dec 2016 RM'000		31 Dec 2017 RM'000	31 Dec 2016 RM'000	
Revenue	8,194	16,690	(8,496) / -51%	32,454	60,385	(27,931) / -46%
Contract Expenses	(5,107)	(15,698)		(26,073)	(55,229)	
Gross Profit	3,087	992	2,095 / 211%	6,381	5,156	1,225 / 24%
Other Operating Income	3,423	413		9,661	656	
	6,510	1,405		16,042	5,812	
Administrative Expenses	(3,363)	(3,158)		(10,503)	(9,452)	
Other Expenses	(2,248)	(2,972)		(2,861)	(3,095)	
Finance Costs	(507)	(60)		(1,170)	(222)	
Share of Result from Associates (Net)	304	22		(89)	245	
Profit / (Loss) Before Taxation	696	(4,763)	5,459 / -115%	1,419	(6,712)	8,131 / -121%
Income Tax Expenses	(692)	811		(695)	786	
Profit / (Loss) After Taxation	4	(3,952)	3,956 / -100%	724	(5,926)	6,650 / -112%
Other Comprehensive Expenses	(219)	-		-	-	
Total Comprehensive Income / (Expenses) For The Financial Period	(215)	(3,952)		724	(5,926)	
Profit / (Loss) After Taxation Attributable To Owners of the Company	578	(4,129)	4,707 / -114%	606	(6,103)	6,709 / -110%
Non-controlling interests	(574)	177		118	177	
	4	(3,952)		724	(5,926)	
Total Comprehensive Income / (Expenses) Attributable To :-						
Owner of the Company	359	(4,129)	4,488 / -109%	606	(6,103)	6,709 / -110%
Non-Controlling Interests	(574)	177		118	177	
	(215)	(3,952)		724	(5,926)	
Weighted average number of shares in issue ('000)	664,701	317,551		664,701	317,551	
Earnings / (Loss) per share attributable to the equity holders of the Company (sen)	0.09	(1.30)		0.09	(1.92)	

Notes:-

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the audited financial statements of the Pasukhas Group Berhad and its subsidiaries ("Group") for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

PASUKHAS GROUP BERHAD (686389-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
FOR THE FOURTH (4TH) QUARTER ENDED 31ST DECEMBER 2017

	UNAUDITED AS AT END OF CURRENT QUARTER 31 Dec 2017 RM'000	AUDITED AS AT 31 Dec 2016 RM'000
ASSETS		
NON-CURRENT ASSETS		
Investments in associates	-	735
Investment Properties	8,884	-
Plant and equipment	34,229	6,841
Deferred tax assets	1,072	2,967
Other investments	104	104
Goodwill	3,100	3,100
	<u>47,389</u>	<u>13,747</u>
CURRENT ASSETS		
Inventories	1,191	1,328
Amount owing by contract customers	22,150	25,296
Trade receivables	39,694	55,175
Other receivables, deposits and prepayments	31,075	6,239
Amount owing by associates	-	2,255
Tax refundable	1,701	1,165
Fixed deposits with licensed banks	21,448	15,298
Cash and bank balances	2,331	2,943
	<u>119,590</u>	<u>109,699</u>
	<u>166,979</u>	<u>123,446</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
EQUITY		
Share capital	89,783	37,011
Merger deficit	(10,500)	(10,500)
Fair value reserve	17	17
Share premium	-	7,543
Foreign exchange translation reserve	1	-
Retained profits	2,672	2,066
	<u>81,973</u>	<u>36,137</u>
NON-CONTROLLING INTERESTS	6,194	4,910
TOTAL EQUITY	<u>88,167</u>	<u>41,047</u>
NON-CURRENT LIABILITIES		
Hire purchase payables	889	385
Term Loan	11,617	-
	<u>12,506</u>	<u>385</u>
CURRENT LIABILITIES		
Trade payables	36,594	47,048
Other payables and accruals	12,238	13,571
Amount owing to associates	-	4,382
Amount owing to directors	492	492
Amount owing to shareholders	3,625	2,938
Hire purchase payables	309	140
Term Loan	1,271	-
Bankers' acceptance	3,787	7,201
Revolving credits	3,000	3,000
Bank Overdrafts	4,990	3,242
	<u>66,306</u>	<u>82,014</u>
	<u>78,812</u>	<u>82,399</u>
TOTAL LIABILITIES	<u>78,812</u>	<u>82,399</u>
TOTAL EQUITY AND LIABILITIES	<u>166,979</u>	<u>123,446</u>
Net assets per share (RM)	<u>0.13</u>	<u>0.11</u>

Notes:-

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FOURTH (4TH) QUARTER ENDED 31ST DECEMBER 2017

	Non-Distributable					Distributable			
	Share Capital	Fair Value Reserve	Merger Deficit	Share Premium	Foreign Exchange Translation Reserve	Retained Profits	Attributable To Owners Of The Company	Non- Controlling Interests	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current period to date ended 31 December 2017									
Balance at 1 January 2017 (Audited)	37,011	17	(10,500)	7,543	-	2,066	36,137	4,910	41,047
Profit after taxation / Total comprehensive income for the financial period	-	-	-	-	-	606	606	118	724
Issuance of share									
- Private Placement	3,568	-	-	1,784	-	-	5,352	-	5,352
- Issuance of right shares pursuant to public issue	40,578	-	-	-	-	-	40,578	-	40,578
- Expenses on issuance of Private Placement	-	-	-	(701)	-	-	(701)	-	(701)
Acquisition of a subsidiary	-	-	-	-	-	-	-	1,166	1,166
Foreign Exchange Translation Exchange	-	-	-	-	1	-	1	-	1
Transfer of Share Premium to Share Capital	8,626	-	-	(8,626)	-	-	-	-	-
Balance at 31 December 2017 (Unaudited)	<u>89,783</u>	<u>17</u>	<u>(10,500)</u>	<u>-</u>	<u>1</u>	<u>2,672</u>	<u>81,973</u>	<u>6,194</u>	<u>88,167</u>
Preceding period to date ended 31 December 2016									
Balance at 1 January 2016 (Audited)	29,500	17	(10,500)	933	-	10,450	30,400	-	30,400
Loss after taxation / Total comprehensive expenses for the financial period	-	-	-	-	-	(6,103)	(6,103)	177	(5,926)
Issuance of share									
- Private Placement	2,950	-	-	1,917	-	-	4,867	-	4,867
- Expenses on issuance of Private Placement	-	-	-	(96)	-	-	(96)	-	(96)
- Acquisition of Subsidiary	4,561	-	-	4,789	-	(2,281)	7,069	4,733	11,802
Balance at 31 December 2016 (Audited)	<u>37,011</u>	<u>17</u>	<u>(10,500)</u>	<u>7,543</u>	<u>-</u>	<u>2,066</u>	<u>36,137</u>	<u>4,910</u>	<u>41,047</u>

Notes:-

The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

PASUKHAS GROUP BERHAD (686389-A)
UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE FOURTH (4TH) QUARTER ENDED 31ST DECEMBER 2017

	UNAUDITED CURRENT PERIOD TO DATE 31 Dec 2017 RM'000	AUDITED PRECEDING PERIOD TO DATE 31 Dec 2016 RM'000
CASH FLOWS FOR OPERATING ACTIVITIES		
Profit / (Loss) before taxation	1,419	(6,712)
Adjustments for:-		
Bad debts	550	-
Depreciation of plant and equipment	1,796	205
Gain on bargain purchase of subsidiaries	(2,013)	-
(Gain) / Loss on disposal of plant and equipment	(66)	1
Impairment loss on trade receivables	-	2,259
Impairment loss on other receivables	-	71
Impairment loss on plant and equipment	-	176
Interest expense	1,156	221
Interest income	(1,003)	(360)
Inventories written down	-	359
Loss on disposal of an associate	12	-
Loss on foreign exchange - unrealised	2	1
Share of result in associates	89	(245)
Writeback of allowance for impairment losses on trade receivables	(1,799)	-
Writeback of allowance for impairment losses on other receivables	(63)	-
Writeback of provision for slow moving stock	(184)	-
Operating loss before working capital changes	(104)	(4,024)
Decrease in inventories	320	243
Decrease / (Increase) in amount owing by contract customers	2,466	(3,605)
(Increase) / Decrease in trade and other receivables	(7,233)	10,359
Decrease in trade and other payables	(15,785)	(6,099)
Net (decrease) / increase in amount owing to an associate	(657)	564
CASH FLOWS FOR OPERATING ACTIVITIES	(20,993)	(2,562)
Interest paid	(1,156)	(221)
Income tax Paid	(557)	(847)
Income tax refunded	6	2
NET CASH FOR OPERATING ACTIVITIES	(22,700)	(3,628)
CASH FLOWS FOR INVESTING ACTIVITIES		
Acquisition of subsidiaries	(19,980)	1,556
Advance to associates	-	(1,560)
Interest received	1,003	360
Purchase of plant and equipment	(220)	(1,255)
Placement of fixed deposit pledged	(6,150)	(2,713)
Proceeds from disposal of an associate	331	-
Proceeds from disposal of plant and equipment	1,054	4
NET CASH FOR INVESTING ACTIVITIES	(23,962)	(3,608)
CASH FLOWS FROM FINANCING ACTIVITIES		
Advance from directors	-	345
Repayment to shareholders	-	517
Proceeds from issuance of shares	-	4,771
Proceeds from issuance of share capital from Private Placement	4,650	-
Proceeds from issuance of share capital from Right Issue	40,579	-
Net Repayment in bankers' acceptances	(3,414)	(2,457)
Net Drawdown of hire purchase obligations	1,013	-
Net Repayment of hire purchase obligations	(340)	(16)
Net Drawdown of term loan	13,300	-
Net Repayment of term loan	(11,486)	-
NET CASH FROM FINANCING ACTIVITIES	44,302	3,160
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,360)	(4,076)
FOREIGN EXCHANGE RATE ADJUSTMENT	-	(1)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	(299)	5,831
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	(2,659)	1,754

Notes:-

The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A. EXPLANATORY NOTES PURSUANT TO MALAYSIAN FINANCIAL REPORTING STANDARD 134 : INTERIM FINANCIAL REPORTING

A1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard ("MFRS") 134 : Interim Financial Reporting in Malaysia and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("Listing Requirements").

The unaudited Condensed Consolidated Interim Financial Statements should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 December 2016. The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant for an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2016.

A2. Changes in Accounting Policies

The significant accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 31 December 2016.

The Group adopted the following Standards, Amendments and IC Interpretations:-

MFRS 14 Regulatory Deferral Accounts

Amendments to MFRS 10, MFRS 12 and MFRS 128 : Investment Entities – Applying the Consolidation Exception

Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint Operations

Amendments to MFRS 101: Presentation of Financial Statements – Disclosure Initiative

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141: Agriculture – Bearer Plants

Amendments to MFRS 127 : Equity Method in Separate Financial Statements

Annual Improvements to MFRSs 2012 – 2014 Cycle

The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial period.

MFRS and IC Interpretations (Including The Consequential Amendments)	Effective Date
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in July 2014)	1 January 2018
MFRS 15 Revenue from Contracts with Customers	1 January 2018
MFRS 16 Leases	1 January 2019
IC Interpretation 22 Foreign Currency Transactions and Advance Consideration	1 January 2018
Amendments to MFRS 2: Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4: Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts	1 January 2018
Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	Deferred until Further notice

A2. Changes in Accounting Policies (Continue)

MFRS and IC Interpretations (Including The Consequential Amendments) (Continue)	Effective Date
Amendments to MFRS 15: Effective Date of MFRS 15	1 January 2018
Amendments to MFRS 15: Clarifications to MFRS 15 'Revenue from Contracts with Customers'	1 January 2018
Amendments to MFRS 107: Disclosure Initiative	1 January 2017
Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses	1 January 2017
Amendments to MFRS 140 – Transfers of Investment Property	1 January 2018
Annual Improvements to MFRS Standards 2014 – 2016 Cycles: • Amendments to MFRS 12: Clarification of the Scope of Standard	1 January 2017
Annual Improvements to MFRS Standards 2014 – 2016 Cycles: • Amendments to MFRS 1: Deletion of Short-term Exemptions for First-time Adopters • Amendments to MFRS 128: Measuring an Associate or Joint Venture at Fair Value	1 January 2018

A3. Auditor's Report on Preceding Annual Financial Statements

There were no audit qualification to the annual audited financial statements of the Group for the financial year ended 31 December 2016.

A4. Seasonal or Cyclical Factors

The business operations of the Group were not significantly affected by seasonal or cyclical factors.

A5. Unusual Items

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

A6. Material Changes in Estimates

There were no 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. Changes in Debts and Equity Securities

Save as disclosed below, there were no issuances, repurchases and repayments of debt and equity securities during the current quarter and year ended 31 December 2017:

- (i) On 23 January 2017, the Company had issued and allotted 35,675,000 new ordinary shares at an issue price of RM0.15 per share pursuant to Private Placement exercise which was completed on 25 January 2017; and
- (ii) On 8 May 2017, the Company had issued and allotted 405,786,566 new ordinary shares at an issue price of RM0.10 per share pursuant to Rights Issue which was completed on 11 May 2017.

A8. Dividend

There were no dividends declared or paid during the financial year to date under review.

PASUKHAS GROUP BERHAD (686389-A)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A9. Segmental Information

The segmental revenue and results for the financial year-to-date under review are as follows:-

Revenue by Operating Segments

	M&E Engineering Services RM'000	Manufacturing of LV switchboards RM'000	Civil Engineering and Construction Services RM'000	Rental Income RM'000	Energy Utilities Services and Power Generation RM'000	Group RM'000
Revenue						
External revenue	7,937	5,372	16,475	66	2,604	32,454
Inter-segment revenue	-	-	-	-	-	-
Total segment revenue	<u>7,937</u>	<u>5,372</u>	<u>16,475</u>	<u>66</u>	<u>2,604</u>	<u>32,454</u>
Segment result	2,174	1,334	1,380	66	1,427	6,381
Other operating income						9,661
Administrative expenses						(10,503)
Other expenses						(2,861)
Finance costs						(1,170)
Share of Result from Associates (Net)						(89)
Tax expense						(695)
Profit after taxation						<u>724</u>

All 5 main business segments are held by Pasukhas Sdn Bhd, Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) and Pasukhas Energy Sdn Bhd (formerly known as Bidara Majujaya Sdn Bhd), thus the Group's contract expenses, operating expenses, income taxes, assets and liabilities are managed on a group basis and are not allocated to operating segments.

Revenue by Geographical Markets

	Current Year To Date 31 December 2017	
	RM'000	%
Malaysia	<u>32,454</u>	<u>100</u>
	<u>32,454</u>	<u>100</u>

A10. Valuation of Plant and Equipment

There was no valuation of plant and equipment in the current financial quarter under review.

A11. Subsequent Material Events

There are no material events subsequent to the financial quarter ended 31 December 2016 that have not been reflected in this interim financial statements.

A12. Changes in the Composition of the Group

There were no changes in the composition of the Group for the current financial quarter under review, except for the following:-

The Company had, on 2 February 2018 announced that acquired one (1) ordinary share representing 100% of the share capital of Majujaya Masyhur Sdn. Bhd. (Company No. 1258946-A) ("MMSB") for a total cash consideration of RM1.00 only ("Acquisition"). Upon the Acquisition, MMSB shall become a wholly-owned subsidiary of PGB.

MMSB was incorporated on 6 December 2017 pursuant to the Companies Act 2016 as a private limited company with an issued share capital of RM1.00 with one (1) ordinary share. MMSB is presently dormant and its intended principal activity of MMSB is to carry out property development.

The Acquisition is not expected to have any material effect on PGB Group's earnings per share, net assets per share, gearings, share capital and substantial shareholdings structure for the financial year ending 31 December 2018.

None of the Directors and/or major shareholders of the Company and/or persons connected with them have any interest, direct or indirect, in the Acquisition.

Having considered all aspects of the Acquisition, the Board of Directors of PGB is of the opinion that the Acquisition is in the best interest of PGB.

PASUKHAS GROUP BERHAD (686389-A)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

A13. Contingent Assets or Liabilities

Save as disclosed below, there were no contingent assets or contingent liabilities since the last audited financial statements of the Group for the financial year ended 31 December 2016:-

	Current Quarter Ended 31 Dec 2017 RM'000	Preceding Financial Year Ended 31 Dec 2016 RM'000
Contingent Liability		
- Bank guarantee issued	248	650

A14. Capital Commitments

The Group does not have any material capital commitments in respect of plant and equipment as at the end of the current financial quarter under review.

A15. Capital Expenditure

There were no major additions and disposals of the plant and equipment during the current financial quarter under review.

A16. Related Party Transactions

Save as disclosed below, there were no related party transactions for the current financial quarter under review and financial year-to-date:-

	Current Quarter Ended 31 Dec 2017 RM'000	Cumulative Year-To-Date 31 Dec 2017 RM'000
Nature of transaction		
Rental of premises	195	781
Contract Expenses	55	164
	<u>250</u>	<u>945</u>

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE ACE MARKET LISTING REQUIREMENTS OF BURSA SECURITIES**B1. Review of Performance**

The Group recorded a revenue of RM8.194 million for the current financial quarter under review as compared to RM16.69 million in the preceding corresponding quarter representing a significant decrease of RM8.496 million or 50.9%. The decrease was mainly attributable to slowdown in activities on ongoing projects for local Civil Engineering and Construction services projects which translates into lower revenue. The Group's revenue was derived solely from Malaysia.

The Group recorded a gross profit before tax of RM3.087 million as compared to a gross profit before tax of RM0.992 million in the corresponding quarter of the preceding year.

The M&E Engineering services provided the largest contribution to the Group's gross profit of RM2.174 million or 34.07% with a revenue of RM7.937 million or 24.46%. The remaining revenue and gross profit are contributed from the Civil Engineering and Construction Services, Manufacturing of LV Switchboards, Energy Utilities Services and Power Generation, and Rental Income.

The Group recorded a negative cash flow for operating activities amounting to RM20.993 million and a negative net cash flow for operating activities of RM22.7 million after adjusting for interest and income tax paid. The negative cash flow are mainly due to increase in trade and other receivables, and decrease in trade and other payables.

B2. Comparison with Preceding Quarter's Results

	Current Quarter 31 Dec 2017 RM'000	Preceding Quarter 30 Sept 2017 RM'000	Variance RM'000
Revenue	8,194	10,031	(1,837)
Profit before tax	696	106	590

Revenue of the Group decreased by 18.31% amounting to RM1.837 million for the current financial quarter as compared to immediate preceding financial quarter mainly due to lower progress in the Civil Engineering and Construction services business segment. The Group reported a net profit before tax of RM0.696 million for the current financial quarter as compared to a net profit before tax of RM0.106 million in the immediate preceding quarter mainly due to increased of gross profit of RM1.011 million in the current financial quarters.

B3. Prospects

The revenue driver of the Group for the current year to date remain primarily from Civil Engineering and Construction services, M&E Engineering work and Energy Utilities Services and Power Generation segments. Moving forward, the Group anticipates that the Trading segment and Energy Utilities Services and Power Generation segment will be one of the major contributors to the Group's earnings, beside Civil Engineering and Construction services which serving alongside M&E Engineering services for the financial year ending 31 December 2018.

The year 2018 will no doubt bring a fair share of challenges and opportunities to the Group. The Group remains optimistic as it will continue to leverage on its clients base, internal strength and marketing efforts to secure new contracts from both local and overseas clients. With its solid foundation, and keen eye for integrating suitable acquisition and mergers into its expansion, the Group is expected to maintain sustainable growth and improved profitability for the foreseeable financial years.

Furthermore, the Board is confident of the future prospects of the Group in anticipation of the improved economy and in line with the additional roll out of more infrastructure projects initiated by the Government. The Board believe that with the continuous growth in the construction sector, the Acquisitions of Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) ("PCSB") and I. S. Energy Sdn Bhd ("ISE") will contribute positively to the financial performance of the Group.

Nonetheless, the Group will continue to focus and review its strategies to improve the cost, quality and delivery of its products and services as well as overall operational efficiencies in order to remain competitive in the industries the Group operate in.

PASUKHAS GROUP BERHAD (686389-A)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B4. Taxation

	Current Quarter Ended 31 Dec 2017 RM'000	Cumulative Period-To-Date 31 Dec 2017 RM'000
<u>Current tax expenses:</u>		
- for the financial period	(85)	(85)
- under provision in the previous financial period	-	(3)
<u>Deferred tax expense:</u>		
- for the financial period	(613)	(613)
- over provision in the previous financial period	6	6
 Current Tax for the current financial period	<u>(692)</u>	<u>(695)</u>

The statutory tax rate for the current financial year is 24%.

B5. Profit Forecast and Profit Guarantee

The Group has not issued any profit forecast or profit guarantee during the current financial quarter under review.

B6. Status of Corporate Proposal

There were no corporate proposals pending completion as at the date of issuance of this interim report, except for the following:

- (i) On 30 May 2017, the Company announced that its wholly-owned subsidiary, Pasukhas Energy Sdn Bhd ("PESB") (formerly known as Bidara Majujaya Sdn Bhd) had entered into a Memorandum of Understanding ("MOU") with PT. CHD Power Plant Operation Indonesia (hereinafter referred to as "PT. CHD") (PESB and PT.CHD hereinafter collectively referred to as the "Parties") to establish the basis for further discussions between the Parties in exploring the feasibility of entering into a joint venture to undertake the development/explore potential business opportunities in power generation project(s) in Indonesian market ("Potential Projects").
- (ii) On 12 June 2017, the Company announced that its wholly-owned subsidiary, Pasukhas Energy Sdn Bhd ("PESB") (formerly known as Bidara Majujaya Sdn Bhd) had entered into an Approval Letter ("AL") with PT. Bangun Daya Perkasa ("PT BDP") (PESB and PT BDP collectively referred to as the "Parties") in expressing PESB's interest in acquiring a 92.5% stake of PT BDP's shares in PT Tenaga Listrik Gorontalo ("PT TLG"), a subsidiary company of PT BDP ("Proposed Acquisition").

On 22 December 2017, the shareholders of PT BDP, namely PT Persada Capital Investama and PT Saratoga Sentra Business (collectively, the "Vendors") has accepted PESB's letter of offer ("Offer Letter") to acquire 100% equity interest in PT BDP ("Proposed Acquisition").
- (iii) On 11 July 2017, the Company announced that its wholly-owned subsidiary, Pasukhas Energy Sdn Bhd ("PESB" or "the Purchaser") had entered into a Memorandum of Understanding ("MOU") with IR Hariyanto (IC No: 3174043011620003) ("the Vendor") (hereinafter collectively referred to as the "Parties") for the proposed acquisition of 61% equity interest in the share capital of PT Indomuda Satria Internusa ("PT Indomuda") from the Vendor ("the Proposed Acquisition").
- (iv) On 22 November 2017, the Company announced that its wholly-owned subsidiary, Pasukhas Products Sdn. Bhd. ("PPSB") had entered into a Preliminary Share Sales Agreement ("PSSA") with Masrani (KTP. 6305-0101-0868-0005), Agus Triono (KTP. 6371-0319-0969-0007), Akhmad Syaifullah (KTP. 6371-0127-0479-0011) and Khutut Jalu Prasajo (KTP. 3174-0903-0365-0014) ("the Vendors") in relation to the acquisition of 150 ordinary shares, representing 60% of the issued and paid-up share capital of PT Berkah Bumi Luhur ("PT BBL") for a total cash consideration of IDR3,300,000,000 ("Purchase Price") or equivalent to approximately RM1,000,000, upon the terms and conditions stipulated in the PSSA ("Proposed Acquisition").

NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B7. Status of Utilisation of Proceeds

- (i) The Company had on 2 August 2016 proposed to undertake a private placement of up to 35,675,000 new ordinary shares of RM0.10 each in the Company representing approximately ten percent (10%) of the total issued and paid-up share capital of the Company ("Private Placement") to independent third party investor(s) to be identified.

With the completion of the Private Placement on 25 January 2017, the Company has raised a total proceeds of RM5.351 million, which is expected to be utilised in the following manner:-

Purpose	Proposed Amount RM'000	Amount Utilised RM'000	Amount Unutilised RM'000	Timeframe for Utilisation upon Listing Date
Working Capital	5,351	4,968	383	Within 18 months
	<u>5,351</u>	<u>4,968</u>	<u>383</u>	

- (ii) The Company had on 2 August 2016 proposed to undertake a rights issue of up to 407.1 million Company shares ("Rights Shares") on the basis of 1 Rights Share for every 1 existing Company Share held by the shareholders whose names appear in the Record of Depositors of the Company on an entitlement date to be determined later by the Board after the Proposed Acquisitions and Proposed Private Placement ("Proposed Rights Issue").

With the completion of the Right Issue on 11 May 2017, the Company's 405,786,566 Rights Shares in relation to the Rights Issue were listed and quoted on the ACE Market of Bursa Securities. The Company has raised a total proceed of RM 40.579 million, which is expected to be utilised in the following manner:-

Purpose	Proposed Amount RM'000	Amount Utilised RM'000	Amount Unutilised RM'000	Timeframe for Utilisation upon Listing Date
Payment of Remaining PCSB Cash Consideration	7,874	-	7,874	Within 30 months
Payment of Remaining ISE Purchase Consideration	11,400	11,400	-	Within 6 months
Working Capital	19,705	16,374	3,331	Within 18 months
Estimated Corporate Exercise Expenses	1,600	1,600	-	Within 1 month
	<u>40,579</u>	<u>29,374</u>	<u>11,205</u>	

B8. Group Borrowings and Debt Securities

The total borrowings of the Group as at 31 December 2017 are as follows:-

As at 4th Quarter ended 31 December 2017	Short Term RM'000	Long Term RM'000	Total borrowings RM'000
Secured			
Hire purchase payables	309	889	1,198
Term loan	1,271	11,617	12,888
Bankers' acceptances (90 days to 150 days)	3,787	-	3,787
Revolving credits	3,000	-	3,000
	<u>8,367</u>	<u>12,506</u>	<u>20,873</u>
As at 4th Quarter ended 31 December 2016			
Secured			
Hire purchase payables	140	385	525
Bankers' acceptances (90 days to 150 days)	7,201	-	7,201
Revolving credits	3,000	-	3,000
	<u>10,341</u>	<u>385</u>	<u>10,726</u>

All borrowings of the Group are denominated in Ringgit Malaysia.

B9. Material Litigation

There were no material litigation, involving the Group since the date of the last annual statement of financial position of the Group as at 31 December 2016 up to the date of this interim report, except for the following:-

(i) An Adjudication Matter Between Pasukhas Sdn Bhd and Townscapes Builder Sdn Bhd Pursuant to Notice of Adjudication dated 28 September 2016

Pasukhas Sdn Bhd ("Claimant") had on 28 September 2016 served a Notice of Adjudication to its sub-contractor, Townscapes Builder Sdn Bhd ("Respondent") for a construction contract claim under the Construction Industry Payment and Adjudication Act 2012. The Claimant is claiming against the Respondent for payment on behalf and liquidated damages for the sum of RM6,059,691.94 and the Respondent is counterclaiming for payment under progress claim for the sum of RM3,294,856.04.

On 30 September 2016, PSB has proceeded with the adjudication claim and is seeking against Townscapes the following reliefs and remedies:

- (a) A sum of RM6,059,691.94 being the various expenses incurred on behalf of Townscapes and liquidated damages for delay;
- (b) Interest;
- (c) Cost; and
- (d) Any other and further reliefs deemed appropriate by the Adjudicator.

The adjudication submission was made and pending decision. PSB anticipates a counterclaim to the sum of RM3,294,856.04 to be mounted by the Townscapes.

Pasukhas Sdn Bhd ("PSB") had on 29 November 2016 entered into a Dispute Resolution Agreement with the Defendant whereby it was agreed that all disputes arising out of the sub-contract for the following projects will be referred to mediation and failing which to fast track arbitration in accordance with the Dispute Resolution Agreement, and all pending legal proceedings in relation to the above projects will be discontinued.

Following the Dispute Resolution Agreement, the Adjudication proceeding has been discontinued and parties proceeded with mediation.

PSB ("Claimant") filed a notice of arbitration on 19 May 2017 claiming for the sum of RM6,670,367.54 against Townscapes ("Respondent")

On 3 January 2018, PSB received the Arbitration Award dated 23 November 2017 issued by the sole Arbitrator. Based upon the evidence tendered, the legal authorities submitted and the submissions made by the parties in the arbitration and the findings of the Arbitrator on the issues submitted for determination, the following award is made by the Arbitrator:

- (a) That Respondent do pay the Claimant the sum of RM1,049,278.00 as sums found due to the Final Account;
- (b) That Respondent do pay the Claimant costs of RM268,144.63; and
- (c) All other claims are dismissed

The Company will make further announcements on any material development on this matter.

(ii) Litigation proceedings against Townscapes Builders Sdn Bhd ("the Defendant") , at the Shah Alam High Court. Suit No: WA-22NCVC-232-04/2016 ("The Suit")

On 17 November 2016, Pasukhas Sdn Bhd ("PSB") had instituted litigation proceedings against the defendant at the Shah Alam High Court, the above proceeding is related to the project known as:

Construction & Completion of:-

Apartment Housing Scheme which includes:

- (1) Apartment Block A (14 Storey) (i) 13 Storey (130 Units) Apartment (ii) 1 Storey Carpark (iii) 1 unit electrical Sub-station;
- (2) Apartment Block B (14 Storey) (i) 13 Storey (130 units) Apartment (ii) 1 Storey Carpark;
- (3) 1 Storey Club House and Swimming Pool; and
- (4) Guard House.

B9. Material Litigation (Continue)

(ii) Litigation proceedings against Townscapes Builders Sdn Bhd ("the Defendant") , at the Shah Alam High Court. Suit No: WA-22NCVC-232-04/2016 ("The Suit") (Continue)

On Lot 208397, 69040, 69041, 69042 and 69043, Taman Bintang, Bandaraya Ipoh, Mukim Hulu Kinta, Daerah Kinta, Perak Darul Ridzuan for Messrs Empire Multiple Sdn Bhd ("the Project") and relates to the works identified as "Supply of Materials, Labour, Machineries, Equipment & Tools for Structural Works" (the "Works").

The details of events leading to the commencement of the Litigation:

- (1) The Litigation arises from sub-contractor works carried out by the Defendant in respect of the Sub-Contract for the Supply of Materials, Labour, Equipment & Tools For Structural Works Only for the Project.
- (2) There were attempts to negotiate for a written contract for the said sub-contract works but parties never reached an agreement on the same and consequently no written contract was entered into between the parties.
- (3) Notwithstanding the aforesaid, the Defendant attempted to commence adjudication proceedings against PSB for purposes of recovery of sums allegedly outstanding from the sub-contract works.
- (4) After verification and acting upon legal advice, PSB has determined that the adjudication proceedings were misconducted due to:
 - (a) the lack of a written contract which is a pre-requisite for adjudication proceedings; and
 - (b) the failure of the Defendant to properly serve a Payment Claim on PSB which is also a pre-requisite for adjudication proceedings.

The Plaintiff is seeking for declaratory orders from the Shah Alam High Court to the effect that, inter alia, there was no written contract between the Plaintiff and the Defendant for the Works in respect of the Project, and for consequential declaratory order that the Construction Industry Payment and Adjudication Act 2012 would therefore not apply as between the Plaintiff and the Defendant.

Without the requisite declaratory orders, the Company anticipates an adjudication claim to the sum of RM1,655,730.73 to be made by the Defendant against the Plaintiff.

This matter has been withdrawn pursuant to the Dispute Resolution Agreement dated 29 November 2016 and the dispute has been referred to Arbitration pursuant to the Notice of Arbitration dated 26 January 2017.

On 27 January 2017, the Company announced that Pasukhas Sdn Bhd ("the Respondent") had on 27 January 2017 received a Notice of Arbitration dated 26 January 2017 from Townscapes Builders Sdn Bhd ("the Claimant") vide its solicitors, Messrs Tan Swee Im, Siva & Partners.

The Claimant is claiming in the Arbitration for the following in regards to the project for Empire Multiple Sdn Bhd:

- (1) That the Respondent pays the Claimant the total sum of RM3,281,961.64;
- (2) Further interest where appropriate;
- (3) Costs; and
- (4) Any further or other relief that the arbitrator deems fit and proper to grant

On 24 February 2017, the Company announced that Pasukhas Sdn Bhd had on 23 February 2017 filed its Statement of Defence and Counterclaim.

In the Statement of Defence and Counterclaim, the Respondent disputed the entire claim of the Claimant save for a sum of RM472,042.12 and has counterclaimed a sum of RM 281,003.34 against the Claimant.

A case management has been fixed on 28 February 2017 before the appointed Arbitrator for further directions of the proceedings.

On 1 March 2017, the Company announced that a case management was held on 28 February 2017 before the appointed Arbitrator whereby the arbitrator has fixed the trial dates of the arbitration on 3 May 2017 to 5 May 2017 and 12 May 2017.

On 12 May 2017, the Arbitrator informed that the Arbitration Award will be published on 19 July 2017.

B9. Material Litigation (Continue)

(ii) Litigation proceedings against Townscapes Builders Sdn Bhd (“the Defendant”) , at the Shah Alam High Court. Suit No: WA-22NCVC-232-04/2016 (“The Suit”) (Continue)

On 2 August 2017, the Respondent received the Arbitration Award dated 19 July 2017 whereby the Arbitrator has awarded and directed that, in full and final settlement of all claims and counterclaims in the arbitration :-

- (a) The Respondent shall pay within 14 days from the date of the final award pay to the Claimant the sum of RM2,249,540.98 together with interest on the sum of RM2,238,156.57 at the rate of 5% per annum from the date of the final award to the date of full realisation;
- (b) The Respondent shall pay within 14 days from the date of the final award pay to the Claimant, the Claimant costs in the sum of RM117,065.00; and
- (c) The Respondent shall pay and bear the fees of the Arbitrators amounting to RM69,223.22 and KLRCA's administrative fees in the sum of RM16,073.34 and to the extent that the Claimants have paid any part thereof, the Respondents shall within 14 days from the date of this award reimburse the Claimants with that amount paid.

The Respondent has filed an Originating Summons to set aside the Final Award and the Plaintiff has filed an Originating Summons to enforce the Final Award made on 19 July 2017. The hearing date is fixed on 14 March 2018.

The Company will make further announcements on any material development on this matter.

(iii) Issuance of Payment Claim under Construction Industry Payment and Adjudication Act 2012 (“CIPAA”) against Emerald Capital (Ipoh) Sdn Bhd (“Emerald”)

Pasukhas Sdn Bhd (“PSB”), a wholly-owned subsidiary had served 1 Payment Claim under Section 5 of the Construction Industry Payment & Adjudication Act 2012 (“CIPAA”) against Emerald Capital (Ipoh) Sdn Bhd (“Emerald”) on 10 January 2017 for a total amount of RM8,293,657.79 (“CIPAA Payment Claim”) being outstanding sum due and owing by Emerald.

The CIPAA Payment Claim is related to the project known as “Phase 2-1 Block Condominium 18 Storeys (240 Units) Together with the Common Facilities Erected On Podium 5 Storeys Together with the Accessory Parcels And 2 Storeys of Shop Lot (9 Units) Erected Upon Lot 25117 and 25118 (Previous Lot: 206349), Mukim Hulu Kinta, Daerah Kinta, Perak Darul Ridzuan For Messrs Emerald.

On 14 February 2017, PSB had instituted adjudication proceedings under the CIPAA against Emerald. Emerald has counterclaimed against PSB for the sum of RM5,042,694.32.

On 28 June 2017, the Company announced that PSB had received the written Adjudication Decision dated 24 June 2017 from the Adjudicator.

Based on the evidence/arguments submitted by both parties, the Adjudicator has made the following decision:

- (a) The adjudicated amount is RM6,452,896.50 and shall be paid to PSB on or before 22 July 2017 by cheque;
- (b) In pursuant to Section 25(o) of CIPAA, Emerald shall pay PSB simple interest on:
 - (i) The amount of RM4,448,798.88 calculated at the rate of 5% per annum on yearly rest from 31 August 2016 until the amount is paid; and
 - (ii) The amount of RM2,004,097.62 calculated at the rate of 5% per annum on yearly rest from 17 November 2016 until the amount is paid.
- (c) In pursuant to Section 18(1) of CIPAA and in accordance with the principle that costs shall follow the event, Emerald shall pay the costs of the adjudication proceedings amounting to RM81,489. The costs of the adjudication proceedings shall be paid on or before 22 July 2017 by cheque.

On 2 August 2017, PSB has been served with an Originating Summons from Emerald seeking to set aside the Adjudication Decision. PSB is at the same time applying to register the Adjudication Decision in the High Court. The matter is now fixed for hearing on 4 October 2017.

On 5 October 2017, the Company announced that the Kuala Lumpur High Court had on 4 October 2017, heard and dismissed the Emerald's application to set aside the adjudication decision dated 24 June 2017 and allowed the Defendant's application to enforce the adjudication decision with a revised amount of RM5,769,304.97 awarded to the Defendant.

Emerald has filed an appeal to the Court of Appeal against the decision given at the Kuala Lumpur High Court which dismissed Emerald's application to set aside the whole of the Adjudicator's Decision dated 24 June 2017. The Hearing date is fixed on 23 May 2018.

The Company will keep the shareholders informed of the status of the proceedings and make further announcements as and when appropriate.

B9. Material Litigation (Continue)

(iv) Kuala Lumpur High Court Originating Summons No.: 24NCC(ARB)-30-08/2012

Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) ("PCSB") and I-Innovations Construction Sdn Bhd ("ICSB") filed an action against MTM Millenium Holdings Sdn Bhd ("MTM") in the High Court for the following:-

- (a) that the final award dated 28 May 2012 awarded by the Arbitrator, Mr David Cheah Ming Yew ("Final Award") be recognized as binding and be enforced by entry of judgment against MTM in the sum of RM4,811,808.34, inclusive of interest amounting to RM1,093,720.16 as at 28 May 2012 and RM24,928.64 being half of the Arbitrator's costs as awarded in the said Final Award; and
- (b) Interest at the rate of 8% per annum on the sum of RM3,693,159.54 from 29 May 2012 until the date of full settlement as awarded in the said Final Award;

On 10 September 2012, the Court granted an ex parte order recognising the Final Award as judgment ("Order").

Subsequent to the above, MTM filed an application to set aside the Order and the same has been dismissed by the High Court. MTM has then lodged an appeal against the dismissal of their setting aside application in the Court of Appeal and this appeal has also been dismissed with costs of RM20,000 to be paid to the respondents. Subsequently, MTM filed an application for leave to appeal to the Federal Court against the decision (Federal Court Civil Application No: 08(i)-456-10/2015) ("FC Application"). The hearing date initially fixed on 27 June 2016 has been adjourned to 24 August 2016. The hearing on 24 August 2016 was adjourned again to 27 September 2016. Thereafter, the hearing has been further adjourned to 26 January 2017.

MTM has also filed an application to the High Court to stay the execution of the Order which has been allowed ("Stay Order"). PCSB subsequently lodged an appeal to the Court of Appeal against the decision of the Stay Order which has been struck out with no order as to costs.

The FC Application was dismissed on 26 January 2017. Pursuant to the dismissal of the FC Application, application of the Stay Order has lapsed.

The Company will keep the shareholders informed of the status of the proceedings and make further announcements as and when appropriate.

(v) Kuala Lumpur High Court Companies (Winding Up) No: 28NCC-254-05/2015

Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) ("PCSB") and ICSB presented a winding-up petition against MTM for MTM's failure to adhere to final award dated 28 May 2012 awarded by the Arbitrator, Mr David Cheah Ming Yew for payment of the sum of RM4,811,808.34, inclusive of interest amounting to RM1,093,720.16 as at 28 May 2012 and RM24,928.64 being half of the Arbitrator's costs as awarded in the said Final Award.

This matter has been fixed for case management on 28 June 2016. The date of case management of this matter has been fixed again on 13 February 2017.

However, pursuant to the abovementioned Stay Order granted by the High Court, the proceedings of this petition cannot proceed further pending the disposal of the FC Application.

PCSB has presented a winding up petition against MTM for MTM's failure to pay the Final Award Sum and the same is now fixed for hearing on 15 May 2017.

On 15 May 2017, the High Court allowed the said petition and Mr. Lean Chee Seng was appointed as the liquidator.

The Company will keep the shareholders informed of the status of the proceedings and make further announcements as and when appropriate.

(vi) In the matter of an arbitration between Samsung C&T Corporation UEM Construction JV Sdn Bhd ("Samsung-UEM") (Claimant) and Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) (Respondent)

On 28 August 2017, the Company announced that PCSB had received a Notice of Arbitration dated 24 August 2017 from Samsung C&T Corporation UEM Corporation Construction JV Sdn. Bhd. ("the Claimant") vide its solicitors, Messrs Wong & Partners to resolve the disputes between Claimant and Respondent in relation to the sub contract works: RC Works for the tower contract no. SSUEM/201512/DSC/4 in regards to the project known as "Cadangan Membina 1 Blok Bangunan Perdagangan Bercampur 118 Tingkat di atas Lot 795, 796, 799, 800 & Sebahagian Lot 743, 746, 802, 803, Rezag Jalan & Laman, Mukim Bandar Kuala Lumpur, Daerah Kuala Lumpur, Wilayah Persekutuan for PNB Merdeka Ventures Sdn Berhad ("the Subcontract").

Previously the Subcontract was subject to adjudication proceedings whereby the Adjudicator in his Decision dated 16 August 2017 had decided in favour of the Respondent.

The Claimant is claiming in the Arbitration for the following in regards to the Subcontract:-

- (1) Wrongful repudiation of the Subcontract by the Respondent and the damages suffered by the Claimant;

B9. Material Litigation (Continue)

(vi) In the matter of an arbitration between Samsung C&T Corporation UEM Construction JV Sdn Bhd ("Samsung-UEM") (Claimant) and Pasukhas Construction Sdn Bhd (formerly known as Pasukan Khas Construction Sdn Bhd) (Respondent) (Continue)

The Claimant is claiming in the Arbitration for the following in regards to the Subcontract (continue):-

- (2) Amounts due and owing to the Claimant arising from the applicable back charges under the Subcontract as a result of the Respondent's failures, omissions and/or negligence in the performance of the Subcontract works;
- (3) Other damages suffered by the Claimant arising from the Respondent's breaches under the Subcontract;
- (4) The estimated quantum of claim against the Respondent is approximately RM14,000,000.00

In summary, the Claimant is seeking the following relief:-

- (1) A declaration that the Respondent wrongly repudiated the Subcontract;
- (2) Damages arising from the wrongful repudiation of the Subcontract;
- (3) Damages arising from back charges to the Claimant pursuant to the Subcontract;
- (4) General damages;
- (5) An order that the Respondent pays costs to the Claimant;
- (6) Interest on all sums ordered to be paid to the Claimant at the annual rate of 5% from the date of the Award until the full and final realisation of the Award.

The Respondent on 21 September 2017 counter-claim against the Claimant for:

- (a) unpaid value of works done pursuant to interim Progress Claim No. 12a;
- (b) formwork wastage;
- (c) unpaid value of variation works including:
 - (i) supply of labour;
 - (ii) supply of materials;
 - (iii) supply of plant, tools & equipment;
 - (iv) casting lean concrete;
 - (v) additional concrete grouting to crusher run;
 - (vi) additional rebar works;
- (d) loss and expense claims arising from the 1st disruption to the works, namely bored pile rectification and late handover by BP02 contractor;
- (e) loss and expense claims arising from the 2nd disruption to the works, namely the discontinuity of concrete pouring;
- (f) release of the full retention sum withheld by the Claimant;
- (g) costs
- (h) interest; and
- (i) further reliefs to be particularised during the filing of the Statement of Defence and Counterclaim

The Respondent estimates its counter-claim to be in the region of RM4,000,000.00.

The Company will make further announcements on any material development on this matter.

B9. Material Litigation (Continue)

(vii) In the matter of an adjudication between Bauer (Malaysia) Sdn Bhd (Claimant) and Pasukhas Sdn Bhd (Respondent)

On 29 June 2017, the Company announced that its wholly-owned subsidiary, Pasukhas Sdn Bhd ("PSB") had on 28 June 2017 received one (1) Payment Claim under Section 5 of the Construction Industry Payment & Adjudication Act 2012 ("CIPAA") dated 28 June 2017 from its sub-contractor, Bauer (Malaysia) Sdn Bhd ("Bauer") via its solicitor, Messrs Mohanadass Partnership for a total amount of RM8,956,616.57 ("CIPAA Payment Claim").

The CIPAA Payment Claim is in relation to the disputes over non-payment works done by Bauer for sub-structure and part of external works for "Cadangan Mendirikan Skim Pembangunan Bersepadu Pelancongan dan Wellness Centre (Medical Tourism) yang mengandungi:

(a) Di atas Lot 841:-

(i) 1 Blok Hotel 9 Tingkat (102 bilik) dengan 1 Tingkat Tempat Letak Kereta Aras Separa Bawah Tanah;

(ii) 1 Blok 'Servis Apartment 1' 16 Tingkat (83 unit) dengan 1 Tempat Letak Kereta Aras Bawah Tanah.

(b) Di atas Lot 842:-

(i) 1 Blok 'Wellness Center' 5 Tingkat dan Ruang Perniagaan 4 Tingkat dengan 1 Tingkat Tempat Letak Kereta Aras Separa Bawah Tanah ;

(ii) 1 Blok 'Servis Apartment 2' 26 Tingkat (87 Unit) dengan Tingkat Podium dan dengan 1 Tingkat Letak Kereta Separa Bawah tanah;

(iii) Sewer Treatment Plant (STP) Di Aras Besmen.

(c) Cadangan Jembatan yang menghubungkan Lot 841 dan Lot 842" at Lot 841 and 842, Jalan Teluk Bahang, Mukim 2, Teluk Bahang, DBD Pulau Pinang.

PSB had certified the amount of RM7,278,829.62 and paid RM6,496,817.35 to Bauer after less retention of RM727,882.93 and payment made on behalf. Further claim by Bauer are variations and loss and expense not certified.

On 21 September 2017 PSB received notice of Adjudication from Claimant.

Construction contract Claim by the Claimant against the Respondent for a sum of RM9,110,519.82

The Claimant is claiming against the Respondent for the following reliefs, inter alia:

(a) claimant is entitled to the sum of RM2,728,988.60 for variation;

(b) claimant is entitled to the sum of RM7,038,527.05 for loss and expense.

There is a LAD claim by the Respondent for a sum of RM4,850,000.00. The Respondent has also sought a counterclaim and/or set-off of RM142,187.02.

Current status is pending adjudicator to issue Decision within 45 working days from Adjudication Reply filed on 12 December 2017.

The Company will make further announcements on any material development on this matter.

PASUKHAS GROUP BERHAD (686389-A)
NOTES TO THE CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B10. Dividends

There were no dividends declared or paid during the financial year-to-date under review.

B11. Earnings / (Loss) Per Share

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

	Individual Quarter		Cumulative Quarter	
	Current Quarter Ended 31 Dec 2017	Preceding Year Corresponding Quarter Ended 31 Dec 2016	Current Year To Date 31 Dec 2017	Preceding Year Corresponding Period To Date 31 Dec 2016
Profit / (Loss) attributable to the equity holders of the Company (RM'000)	578	(4,129)	606	(6,103)
Weighted average number of ordinary shares in issue ('000)	664,701	317,551	664,701	317,551
Basic earnings / (loss) per share (sen)	0.09	(1.30)	0.09	(1.92)

Note :

Diluted earnings / (loss) per share is not disclosed herein as it is not applicable to the Group.

B12. Profit for the Period

Profit before taxation is arrived at after charging / (crediting):-

	Current Quarter Ended 31 Dec 2017 RM'000	Cumulative Year-To-Date 31 Dec 2017 RM'000
(a) Interest income	(495)	(1,003)
(b) Other income	(2,928)	(8,658)
(c) Interest expense	503	1,156
(d) Depreciation and amortisation	777	1,796
(e) Foreign exchange (gain) / loss (net):		
(i) Unrealised Gain on Foreign Exchange	1	-
(ii) Unrealised Loss on Foreign Exchange	-	2
(f) Gain on disposal of plant and equipment	-	(66)

Other disclosure items pursuant to Note 16 of Appendix 9B of the Listing Requirements are not applicable.

B13. Authorisation for Issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 13 February 2018.

By Order of the Board of Directors

WAN THEAN HOE
CHIEF EXECUTIVE OFFICER
13 February 2018