

**PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)****QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
AUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

	As at 31.12.2015	As at 30.6.2015 (Restated)	As at 1.7.2014 (Restated)
	RM'000	RM'000	RM'000
Assets			
Non-current			
Property, plant and equipment	531,642	514,741	487,387
Biological assets	17,298	16,515	13,800
Intangible assets	4,568	4,568	4,568
Investment properties	40,525	40,777	26,841
Associates	66,174	63,475	85,852
Investment in a joint venture	9,350	9,602	-
Available-for-sale securities	717	717	695
Inventories	552,528	536,960	247,327
Deferred tax assets	42,266	35,836	28,764
Receivables and contract assets	22,061	32,115	41,258
	1,287,129	1,255,306	936,492
Current			
Inventories	356,110	307,909	166,386
Receivables and contract assets	465,586	441,224	571,948
Securities at fair value through profit or loss	3,010	-	-
Current tax assets	12,623	8,409	2,670
Derivative asset	30,718	-	-
Cash and bank balances	150,638	118,666	136,976
	1,018,685	876,208	877,980
Total Assets	2,305,814	2,131,514	1,814,472
Equity and Liabilities			
Equity attributable to owners of the parent			
Share capital	528,439	458,594	456,137
Treasury shares	(5,133)	(5,133)	(5,133)
Reserves	701,776	669,365	614,181
	1,225,082	1,122,826	1,065,185
Non-controlling interests	51,758	47,558	(7,813)
Total equity	1,276,840	1,170,384	1,057,372

**PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)****QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015****AUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION (CONT'D)**

	Note	As at 31.12.2015 RM'000	As at 30.6.2015 (Restated) RM'000	As at 1.7.2014 (Restated) RM'000
Liabilities				
Non-current				
Payables and contract liabilities		9,364	16,754	20,593
Borrowings	B8	397,418	355,055	213,243
Deferred income		168,233	171,296	156,562
Deferred tax liabilities		24,214	22,905	22,364
		599,229	566,010	412,762
Current				
Payables and contract liabilities		294,175	259,095	243,568
Dividend payable		13,091	-	-
Borrowings	B8	106,278	126,053	58,934
Deferred income		3,827	3,919	3,236
Current tax liabilities		12,374	6,053	38,600
		429,745	395,120	344,338
Total Liabilities		1,028,974	961,130	757,100
Total Equity and Liabilities		2,305,814	2,131,514	1,814,472
Net assets per share attributable to owners of the parent (RM)		2.34	2.47	2.36

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 30 June 2015)

**PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)****QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
AUDITED CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS**

	Current quarter ended 31.12.2015 RM'000	Comparative quarter ended 31.12.2014 RM'000	Current six months ended 31.12.2015 RM'000	Preceding six months ended 31.12.2014 RM'000
Revenue	211,967	N/A	427,549	N/A
Results from operating activities	27,712	N/A	55,522	N/A
Interest income	1,532	N/A	2,685	N/A
Finance costs	(2,925)	N/A	(4,976)	N/A
Operating profit	26,319	N/A	53,231	N/A
Share of loss of associates	(1,345)	N/A	(2,600)	N/A
Share of loss of a joint venture	(861)	N/A	(1,902)	N/A
Profit before taxation	24,113	N/A	48,729	N/A
Taxation	(6,288)	N/A	(13,526)	N/A
Profit for the period	17,825	N/A	35,203	N/A
Profit/(loss) attributable to:				
Owners of the parent	17,962	N/A	35,445	N/A
Non-controlling interests	(137)	N/A	(242)	N/A
	17,825	N/A	35,203	N/A
Earnings per share attributable to owners of the parent (sen):				
Basic	3.32	N/A	7.06	N/A
Diluted	3.07	N/A	6.45	N/A

The financial year end of the Company has been changed from 30th June to 31st December. Accordingly, there are no comparatives to be presented in this Condensed Consolidated Statement of Profit and Loss.

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 30 June 2015)



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015 AUDITED CONDENSED CONSOLIDATED STATEMENTS OF OTHER COMPREHENSIVE INCOME

	Current quarter ended 31.12.2015 RM'000	Comparative quarter ended 31.12.2014 RM'000	Current six months ended 31.12.2015 RM'000	Preceding six months ended 31.12.2014 RM'000
Profit for the period	17,825	N/A	35,203	N/A
Other comprehensive income				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Foreign currency translations	762	N/A	26,668	N/A
Fair value gains on cash flow hedge	922	N/A	922	N/A
Other comprehensive income, net of tax	1,684	N/A	27,590	N/A
Total comprehensive income for the period	19,509	N/A	62,793	N/A
Total comprehensive income attributable to:				
Owners of the parent	19,330	N/A	58,593	N/A
Non-controlling interests	179	N/A	4,200	N/A
	19,509	N/A	62,793	N/A

The financial year end of the Company has been changed from 30th June to 31st December. Accordingly, there are no comparatives to be presented in this Condensed Consolidated Statement of Other Comprehensive Income.

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 30 June 2015)



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015
AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

Attributable to Owners of the Parent

	Attributable to Owners of the Parent								Non-Controlling Interests	Total Equity	
	Share Capital	Share Premium	Warrant Reserve	Available-for-sale Reserve	Exchange translation Reserve	Hedging Reserve	Treasury Shares	Retained Earnings			Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Balance as at 1 July 2015 - as restated	458,594	39,824	4,226	683	(1,469)	-	(5,133)	626,101	1,122,826	47,558	1,170,384
Profit/(loss) for the financial period	-	-	-	-	-	-	-	35,445	35,445	(242)	35,203
Fair value gains on cash flow hedge	-	-	-	-	-	922	-	-	922	-	922
Foreign currency translations	-	-	-	-	22,226	-	-	-	22,226	4,442	26,668
Total comprehensive income for the financial period	-	-	-	-	22,226	922	-	35,445	58,593	4,200	62,793
Transactions with owners											
Dividend paid and payable to shareholders	-	-	-	-	-	-	-	(26,182)	(26,182)	-	(26,182)
Issue of shares arising from exercise of warrant C	69,845	1,397	(1,397)	-	-	-	-	-	69,845	-	69,845
Total transactions with owners	69,845	1,397	(1,397)	-	-	-	-	(26,182)	43,663	-	43,663
Balance as at 31 December 2015	528,439	41,221	2,829	683	20,757	922	(5,133)	635,364	1,225,082	51,758	1,276,840
Balance as at 1 July 2014											
- as previously reported	456,137	39,774	4,276	661	(2,846)	-	(5,133)	651,961	1,144,830	(7,813)	1,137,017
Effects of transitioning to MFRS	-	-	-	-	-	-	-	3,834	3,834	-	3,834
Effects of early adoption of MFRS 15	-	-	-	-	-	-	-	(83,479)	(83,479)	-	(83,479)
Balances as at 1 July 2014, as restated	456,137	39,774	4,276	661	(2,846)	-	(5,133)	572,316	1,065,185	(7,813)	1,057,372
Profit for the financial year											
- as previously reported	-	-	-	-	-	-	-	87,326	87,326	(197)	87,129
Effects of transitioning to MFRS	-	-	-	-	-	-	-	2,243	2,243	-	2,243
Effects of early adoption of MFRS 15	-	-	-	-	-	-	-	(6,323)	(6,323)	-	(6,323)
Profit for the financial year - as restated	-	-	-	-	-	-	-	83,246	83,246	(197)	83,049
Fair value gains on available-for-sale financial assets	-	-	-	22	-	-	-	-	22	-	22
Foreign currency translations	-	-	-	-	1,377	-	-	-	1,377	309	1,686
Total comprehensive income for the financial year	-	-	-	22	1,377	-	-	83,246	84,645	112	84,757
Transactions with owners											
Dividend paid to shareholders	-	-	-	-	-	-	-	(29,461)	(29,461)	-	(29,461)
Issue of shares arising from exercise of warrant C	2,457	50	(50)	-	-	-	-	-	2,457	-	2,457
Ordinary shares contributed by non-controlling interests of a subsidiary	-	-	-	-	-	-	-	-	-	55,259	55,259
Total transactions with owners	2,457	50	(50)	-	-	-	-	(29,461)	(27,004)	55,259	28,255
Balance as at 30 June 2015, as restated	458,594	39,824	4,226	683	(1,469)	-	(5,133)	626,101	1,122,826	47,558	1,170,384

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 30 June 2015)



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015 AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Current six months ended 31.12.2015 <u>RM'000</u>
Cash Flows From Operating Activities	
Profit before tax	48,729
Adjustments for :-	
Bad debt Written off	123
Depreciation on:	
- investment properties	252
- property, plant and equipment	9,604
Dividend income	(35)
Fair value gain arising from changes in fair value of biological assets	(425)
Net loss on fair value adjustment on retention sum	308
Gain on disposal of property, plant and equipment	(181)
Impairment loss on receivables and contract assets	4,755
Interest accretion on trade receivables	(398)
Interest expense	4,976
Interest income	(2,685)
Inventories written down	1,721
Inventories written off	1
Liquidated and ascertained damages	2,271
Property, plant and equipment written off	438
Reversal of impairment loss on receivables and contract assets	(4,497)
Share of loss of associates	2,600
Share of loss of a joint venture	1,902
Unrealised gain on foreign exchange	(2,475)
Operating profit before changes in working capital	<u>66,984</u>
Changes in working capital:	
Inventories	(57,482)
Receivables and contract assets	27,952
Payables and contract liabilities	21,448
Cash generated from operating activities	<u>58,902</u>
Tax paid	(16,544)
Tax refunded	4
Net cash from operating activities	<u>42,362</u>



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015 AUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (CONT'D)

	Current six months ended 31.12.2015 <u>RM'000</u>
Cash Flows From Investing Activities	
Dividend received - available-for-sale securities	35
Increase in pledged deposits placed with licensed banks	(209)
Interest received	2,685
Proceeds from disposal of property, plant, equipment	632
Purchase of property, plant, equipment and biological assets	(30,097)
Repayment from an associate	1,760
Subscription of shares in an associate	(3,000)
Subscription of shares in a joint venture	(1,650)
Net cash used in investing activities	<u>(29,844)</u>
Cash Flows From Financing Activities	
Interest paid	(12,985)
Dividend paid to shareholders of the Company	(13,091)
Drawdowns of loans and borrowings	42,622
Proceed from issuance of new ordinary shares arising from exercise of Warrants C	69,845
Repayments of loans and borrowings	(67,808)
Net cash from financing activities	<u>18,583</u>
Net increase in cash and cash equivalents	31,101
Effects of exchange rate changes	94
Cash and cash equivalents at beginning of period	114,943
Cash and cash equivalents at end of period	<u>146,138</u>
Cash and cash equivalents at end of period comprised:	
Cash and bank balances	93,928
Deposits with licensed banks	56,710
Per statement of financial position	<u>150,638</u>
Bank overdrafts included in borrowings	(4,117)
Deposits pledged with licensed banks	(3,393)
Money market funds	3,010
Per statement of cash flow	<u>146,138</u>

(The accompanying explanatory notes form an integral part of this quarterly report and should be read in conjunction with the audited financial statements for the year ended 30 June 2015)



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

The audited interim financial report ("the quarterly report") have been prepared in accordance with the MFRS 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9, Part K - Periodic Disclosures of the Listing Requirements of Bursa Malaysia Securities Berhad

PART A - Explanatory Notes Pursuant to Malaysian Financial Reporting Standard 134: Interim Financial Reporting ("MFRS 134") issued by the MASB

A1. Basis of preparation

This quarterly report should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2015 and the accompanying explanatory notes, which provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2015.

During the financial period, the Company and the subsidiaries changed its financial year end from 30 June to 31 December to be coterminous with the financial year end of the holding company, OSK Holding Berhad.

Malaysian Financial Reporting Standards ("MFRS")

The Group and the Company are transitioning entities as defined by the Malaysian Accounting Standards Board ('MASB') and is required to mandatorily adopt the Malaysian Financial Reporting Standards ('MFRSs') Framework during the financial year ending 31 December 2018. However, during the financial period, the Group and the Company decided to early adopt the MFRS Framework to coincide with the accounting policies of the holding company.

The MFRS Framework was introduced by the MASB in order to fully converge Malaysia's existing Financial Reporting Standards ('FRS') Framework with IFRSs issued by the International Accounting Standards Board ('IASB'). Accordingly any references made to MFRSs are also equivalent to corresponding IFRSs. This quarterly report complies with MFRS 1: First-Time Adoption of Malaysian Financial Reporting Standards ("MFRS 1"). In the previous financial years, the financial statements of the Group and of the Company were prepared in accordance with Financial Reporting Standards ('FRSs') in Malaysia.

The Group and the Company have consistently applied the same accounting policies in their opening MFRSs statements of financial position as at the date of transition to MFRSs, i.e. 1 July 2014, and throughout all financial years presented, as if these policies had always been in effect. Comparative figures for the financial year ended 30 June 2015 in these financial statements have been restated to give effect to these changes, and section (d) discloses the impact of the transition to MFRS on the Group and the Company's reported financial position and financial performance for the financial year then ended.

The Group and the Company have decided to early adopt MFRS 15 Revenue from Contracts with Customers and section (d) discloses the impact of the early adoption of MFRS 15 on the Group's reported financial position and financial performance for the financial year then ended.



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

The effect of the Group's and the Company's transition to MFRS and MFRS 15 Revenue from Contracts with Customers, is as follows:

(a) MFRS 1 mandatory exceptions

MFRS estimates as at transition date are consistent with the estimates as at the same date made in conformity with FRS.

(b) Effects of transitioning to MFRS and early adoption of MFRS 15 Revenue from Contracts with Customer

In the financial period ended 31 December 2015, the Group early adopted MFRS 15, requiring the Group to review the measurement and timing of when revenue is recognised.

The new accounting policy has been adopted retrospectively and comparative amounts were restated.

The early adoption of MFRS 15 on the Group's recognition of revenue and cost of sales affected its property development and timeshare membership activities, whereby:

- (i) It had identified separate performance obligations arising from its property development activities and have deferred revenue for performance obligations that are only satisfied on delivery to its customers;
- (ii) Expenses attributable to securing the contracts with customers had been capitalised and expensed by reference to the progress towards complete satisfaction of that performance obligation; and
- (iii) It had identified separate performance obligation arising from its timeshare membership scheme and have deferred revenue for performance obligation that are only satisfied on delivery to its customers.

(c) Adoption of MFRS 141 - Agriculture

MFRS 141 requires the entity to fair value its biological assets and apply accounting policy retrospectively.



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

(d) Certain comparative figures of the Group have been restated due to transitioning to MFRSs and early adoption of MFRS 15 Revenue from Contracts with Customers and reclassified to reflect the substance of the transition.

Reconciliation of Statement of Financial Position as at 1.7.2014	Previously reported under FRS	Effect on adoption of MFRS and reclassification	Effect on early adoption of MFRS 15	Restated under MFRS
	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)
	RM'000	RM'000	RM'000	RM'000
Non-Current Assets				
Biological assets	9,966	3,834	-	13,800
Land held for property development	247,327	(247,327)	-	-
Inventories	-	247,327	-	247,327
Deferred tax assets	937	-	27,827	28,764
Current Assets				
Property development costs	123,847	(129,411)	5,564	-
Inventories	36,975	129,411	-	166,386
Receivables and contract assets	572,519	-	(571)	571,948
TOTAL ASSETS	1,777,818	3,834	32,820	1,814,472
Non-Current Liabilities				
Deferred income	(45,478)	-	(111,084)	(156,562)
Current Liabilities				
Payables and contract liabilities	(238,353)	-	(5,215)	(243,568)
TOTAL LIABILITIES	(640,801)	-	(116,299)	(757,100)
Retained profits	(651,961)	(3,834)	83,479	(572,316)
Reserves	(693,826)	(3,834)	83,479	(614,181)
Equity attributable to owners of the parent	(1,144,830)	(3,834)	83,479	(1,065,185)
TOTAL EQUITY	(1,137,017)	(3,834)	83,479	(1,057,372)
Net assets per share attributable to owners of the parent (RM)	2.54	-	(0.18)	2.36



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

(d) Certain comparative figures of the Group have been restated due to transitioning to MFRSs and early adoption of MFRS 15 Revenue from Contracts with Customers and reclassified to reflect the substance of the transition. (cont'd)

Reconciliation of Statement of Financial Position as at 30.6.2015	Previously reported under FRS	Effect on adoption of MFRS and reclassification	Effect on early adoption of MFRS 15	Restated under MFRS
	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)
	RM'000	RM'000	RM'000	RM'000
Non-Current Assets				
Biological assets	10,438	6,077	-	16,515
Land held for property development	536,960	(536,960)	-	-
Inventories	-	536,960	-	536,960
Deferred tax assets	5,880	-	29,956	35,836
Current Assets				
Property development costs	249,388	(259,712)	10,324	-
Inventories	48,197	259,712	-	307,909
Receivables and contract assets	440,059	-	1,165	441,224
TOTAL ASSETS	2,083,992	6,077	41,445	2,131,514
Non-Current Liabilities				
Deferred income	(47,219)	-	(124,077)	(171,296)
Deferred tax liabilities	(22,882)	-	(23)	(22,905)
Current Liabilities				
Payables and contract liabilities	(251,948)	-	(7,147)	(259,095)
TOTAL LIABILITIES	(829,883)	-	(131,247)	(961,130)
Retained profits	(709,826)	(6,077)	89,802	(626,101)
Reserves	(753,090)	(6,077)	89,802	(669,365)
Equity attributable to owners of the parent	(1,206,551)	(6,077)	89,802	(1,122,826)
TOTAL EQUITY	(1,254,109)	(6,077)	89,802	(1,170,384)
Net assets per share attributable to owners of the parent (RM)	2.66	0.01	(0.20)	2.47



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

(d) Certain comparative figures of the Group have been restated due to transitioning to MFRSs and early adoption of MFRS 15 Revenue from Contracts with Customers and reclassified to reflect the substance of the transition. (cont'd)

Reconciliation of statement of profit or loss for the financial year ended 30.6.2015	Previously reported under FRS (Debit)/Credit RM'000	Effect on adoption of MFRS and reclassification (Debit)/Credit RM'000	Effect on early adoption of MFRS 15 (Debit)/Credit RM'000	Restated under MFRS (Debit)/Credit RM'000
Revenue	906,970	-	(17,660)	889,310
Results from operating activities	135,645	2,243	(8,429)	129,459
Interest income	7,423	-	-	7,423
Finance costs	(6,565)	-	-	(6,565)
Operating profit	136,503	2,243	(8,429)	130,317
Share of profit of associates	(1,821)	-	-	(1,821)
Share of loss of a joint venture	(7,069)	-	-	(7,069)
Profit before taxation	127,613	2,243	(8,429)	121,427
Taxation	(40,484)	-	2,106	(38,378)
Profit for the year	87,129	2,243	(6,323)	83,049
Profit/(loss) attributable to:				
Owners of the parent	87,326	2,243	(6,323)	83,246
Non-controlling interests	(197)	-	-	(197)
	87,129	2,243	(6,323)	83,049
Earnings per share attributable to owners of the parent (sen):				
Basic	19.31	0.50	(1.40)	18.40
Diluted	16.04	0.41	(1.16)	15.29



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

(d) Certain comparative figures of the Group have been restated due to transitioning to MFRSs and early adoption of MFRS 15 Revenue from Contracts with Customers and reclassified to reflect the substance of the transition. (cont'd)

Reconciliation of statement of other comprehensive income for the financial year ended 30.6.2015	Previously reported under FRS (Debit)/Credit RM'000	Effect on adoption of MFRS and reclassification (Debit)/Credit RM'000	Effect on early adoption of MFRS 15 (Debit)/Credit RM'000	Restated under MFRS (Debit)/Credit RM'000
Profit for the year	87,129	2,243	(6,323)	83,049
Other comprehensive income/(loss)				
<u>Items that may be reclassified subsequently to profit or loss</u>				
Foreign currency translations	1,686	-	-	1,686
Fair value gains on available-for-sale financial assets	22	-	-	22
Other comprehensive income	1,708	-	-	1,708
Total comprehensive income for the year	88,837	2,243	(6,323)	84,757
Total comprehensive income attributable to:				
Owners of the parent	88,725	2,243	(6,323)	84,645
Non-controlling interests	112	-	-	112
	88,837	2,243	(6,323)	84,757



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

(d) Certain comparative figures of the Group have been restated due to transitioning to MFRSs and early adoption of MFRS 15 Revenue from Contracts with Customers and reclassified to reflect the substance of the transition. (cont'd)

Reconciliation of statement of cash flows for the financial year ended 30.6.2015	Previously reported under FRS (Debit)/Credit RM'000	Effect on adoption of MFRS and reclassification (Debit)/Credit RM'000	Effect on early adoption of MFRS 15 (Debit)/Credit RM'000	Restated under MFRS (Debit)/Credit RM'000
Profit before tax	127,613	2,243	(8,429)	121,427
Fair value gain arising from changes in fair value of biological assets	-	(2,243)	-	(2,243)
Impairment loss on receivables and contract assets	4,882	-	(4,471)	411
Operating profit before changes in working capital	166,894	-	(12,900)	153,994
Property development costs and land held for property development	(420,630)	-	(4,760)	(425,390)
Receivables and contract assets	133,685	-	2,735	136,420
Payables and contract liabilities	9,380	-	14,925	24,305



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

New MFRSs adopted during the current financial period

The Group and the Company is a transitioning entity as defined by the MASB, but decided to adopt the following accounting standards, amendments, interpretation of the MFRS Framework that were issued by the Malaysian Accounting Standards Board ('MASB') during the financial period.

MFRS 1	First-time Adoption of Malaysian Financial Reporting Standards
MFRS 2	Share-based Payment
MFRS 3	Business Combinations
MFRS 4	Insurance Contracts
MFRS 5	Non-current Assets Held for Sale and Discontinued Operations
MFRS 6	Exploration for and Evaluation of Mineral Resources
MFRS 7	Financial Instruments: Disclosures
MFRS 8	Operating Segments
MFRS 9	Financial Instruments
MFRS 10	Consolidated Financial Statements
MFRS 11	Joint Arrangements
MFRS 12	Disclosure of Interests in Other Entities
MFRS 13	Fair Value Measurement
MFRS 101	Presentation of Financial Statements
MFRS 102	Inventories
MFRS 107	Statement of Cash Flows
MFRS 108	Accounting Policies, Changes in Accounting Estimates and Errors
MFRS 110	Events After the Reporting Period
MFRS 112	Income Taxes
MFRS 116	Property, Plant and Equipment
MFRS 117	Leases
MFRS 119	Employee Benefits (revised)
MFRS 120	Accounting for Government Grants and Disclosure of Government Assistance
MFRS 121	The Effects of Changes in Foreign Exchange Rates
MFRS 123	Borrowing Costs
MFRS 124	Related Party Disclosures
MFRS 126	Accounting and Reporting by Retirement Benefit Plans
MFRS 127	Separate Financial Statements
MFRS 128	Investments in Associates and Joint Ventures
MFRS 129	Financial Reporting in Hyperinflationary Economies
MFRS 132	Financial Instruments: Presentation
MFRS 133	Earnings Per Share
MFRS 134	Interim Financial Reporting
MFRS 136	Impairment of Assets
MFRS 137	Provisions, Contingent Liabilities and Contingent Assets
MFRS 138	Intangible Assets
MFRS 139	Financial Instruments: Recognition and Measurement
MFRS 140	Investment Property
MFRS 141	Agriculture
IC Interpretation 1	Changes in Existing Decommissioning, Restoration and Similar Liabilities



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

New MFRSs adopted during the current financial period (cont'd)

The Group and the Company is a transitioning entity as defined by the MASB, but decided to adopt the following accounting standards, amendments, interpretation of the MFRS Framework that were issued by the Malaysian Accounting Standards Board ('MASB') during the financial period.: (cont'd)

IC Interpretation 2 Amendments to IC Interpretation 2	Members' Shares in Co-operative Entities and Similar Instruments Annual Improvements 2009 - 2011 Cycle
IC Interpretation 4	Determining Whether an Arrangement Contains a Lease
IC Interpretation 5	Rights to Interests Arising from Decommissioning, Restoration and Environmental Rehabilitation Funds
IC Interpretation 6	Liabilities Arising from Participating in a Specific Market-Waste Electrical and Electrical Equipment
IC Interpretation 7	Applying the Restatement Approach under MFRS 129 Financial Reporting in Hyperinflationary Economies
IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment
IC Interpretation 12	Service Concession Arrangements
IC Interpretation 14	MFRS 119 - The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 19	Extinguishing Financial Liabilities with Equity Instruments
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
IC Interpretation 21	Levies
IC Interpretation 107	Introduction of the Euro
IC Interpretation 110	Government Assistance - No Specific Relation to Operating Activities
IC Interpretation 115	Operating Leases - Incentives
IC Interpretation 125	Income Taxes - Changes in the Tax Status of an Entity or its Shareholders
IC Interpretation 127	Evaluating the Substance of Transactions Involving the Legal Form of a Lease
IC Interpretation 129	Service Concession Arrangements: Disclosures
IC Interpretation 131	Revenue – Barter Transactions Involving Advertising Services
IC Interpretation 132	Intangible Assets - Web Site Costs

New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2016

The following are accounting standards and amendments of the MFRS Framework that have been issued by the Malaysia Accounting Standard Board ('MASB') but have not been early adopted by the Group and the Company.

		Effective date
Amendments to MFRS 5 Mandatory Effective Date of MFRS 9 and Transition Disclosures	Annual Improvements to MFRSs 2012-2014 Cycle Amendments to MFRS 9 (IFRS 9 issued by IASB in November 2009), MFRS 9 (IFRS 9 (IFRS 9 issued by IASB in October 2010) and MFRS 7	1 January 2016 1 January 2018



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A1. Basis of preparation (Cont'd)

New MFRSs that have been issued, but only effective for annual periods beginning on or after 1 January 2016 (cont'd)

The following are accounting standards and amendments of the MFRS Framework that have been issued by the Malaysia Accounting Standard Board ('MASB') but have not been early adopted by the Group and the Company. (cont'd)

		Effective date
Amendments to MFRS 5	Annual Improvements to MFRSs 2012-2014 Cycle	1 January 2016
Mandatory Effective	Amendments to MFRS 9 (IFRS 9 issued by IASB in November 2009), MFRS 9 (IFRS 9 (IFRS 9 issued by IASB in October 2010) and MFRS 7	1 January 2018
Date of MFRS 9 and Transition Disclosures		
Amendments to MFRS 7	Annual Improvements to MFRSs 2012-2014 Cycle	1 January 2016
MFRS 9	Financial Instruments (IFRS 9 as issued by IASB in July 2014)	1 January 2018
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associates or Joint Venture	Deferred
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
MFRS 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 101	Disclosure Initiative	1 January 2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants	1 January 2016
Amendments to MFRS 119	Annual Improvements to MFRSs 2012 - 2014 Cycle	1 January 2016
Amendments to MFRS 127	Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 134	Annual Improvements to MFRSs 2012 - 2014 Cycle	1 January 2016
Annual Improvements to MFRSs 2012-2014 Cycle issued in November 2014		1 January 2016

The Group is in the process of assessing the impact of the adoption of the above accounting standards and amendments since the effects would only be observable in future financial years.

MFRSs that is early adopted by the Group and the Company

The following is accounting standard that has been early adopted by the Group.

MFRS 15	Revenue from Contracts with Customers
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QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A2. Seasonal or cyclical factors

There were no significant seasonal or cyclical factors that will materially affect the business operations of the Group for the period under review.

A3. Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting the financial statements for the current period to date.

A4. Changes in estimates

There were no significant changes in estimates of amounts reported in prior interim periods or prior financial years that have a material effect in the current period to date.

A5. Debt and equity securities

There were no significant changes in the debt and equity securities except as disclosed below:

a) Shares Buy-Back/Treasury Shares

On 23 November 2005, the shareholders of the Company had authorised the Company to purchase up to 10% of its own shares. The authority granted by the shareholders was subsequently renewed during each subsequent annual general meeting and the latest renewal was on 27 November 2014.

During the current period to date, there was no-repurchase of shares.

As at 31 December 2015, a total of 4,778,300 shares purchased were being held as treasury shares in accordance with Section 67A of the Companies Act, 1965. The Company may distribute the treasury shares as dividend to the shareholders or sell the treasury shares in the market in accordance with the Rules of Bursa Malaysia Securities Berhad or cancel the shares in accordance with Section 67A of the Companies Act, 1965.

The Company has neither made any sale nor any cancellation of its treasury shares.

b) Exercise of Warrants C 2010/2020

During the financial period ended 31 December 2015, the issued and paid-up capital of the Company was increased from RM458,594,192 to RM528,439,177 by the allotment of a total of 69,844,985 new ordinary shares of RM1.00 each pursuant to the exercise of 69,844,985 Warrants C 2010/2020. The details of the Warrants C exercised during the current period to date are as follows:

Allotment date	No. of Warrants C exercised	No. of shares allotted	Type of issue
21 August 2015	69,457,310	69,457,310	Exercise of Warrants C 2010/2020 at RM1.00 per share
25 August 2015	384,375	384,375	
22 December 2015	3,300	3,300	
Total	69,844,985	69,844,985	



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A6. Dividends paid

The dividend paid by the Company is as follows:

	Current six months ended RM'000	Preceding six months ended RM'000
A single-tier second interim dividend of 2.5 sen per ordinary share in respect of the financial year ended 30 June 2015 was paid on 19 October 2015.	13,091	N/A

A7. Segmental information

The Group is principally engaged in property development and investment, construction, manufacturing and trading, hotel and leisure, cultivation of oil palm and investment holding.

The Group has arrived at five reportable segments that are organised and managed separately according to the nature of products and services, specific expertise and technologies requirements, which requires different business and marketing strategies, which are regularly provided to and reviewed by the chief operating decision makers. The reportable segments are summarised as follows:

- (i) Properties
Property development, property investment, provision of property management services and project management services.
- (ii) Construction
Securing and carrying out construction contracts.
- (iii) Manufacturing and trading
The manufacture and sale of cables, wires, concrete wall panels, and trading of building materials.
- (iv) Hotel and leisure
Hotel and restaurant business, hotel management and consultancy services, golf course operations and marketing and management of timeshare membership scheme.
- (v) Investment holding
Holding and trading of quoted and unquoted shares, warrants and other investments.

Other operating segments comprise operations related to software consultancy, product development and maintenance as well as cultivation of oil palm.

Inter-segment revenue is priced along the same lines as sales to external customers and is eliminated in the consolidated financial statements. These policies have been applied consistently throughout the current and previous financial years.

Total assets for each segment have no material change as compared with the amount disclosed in the annual financial statements for the year ended 30 June 2015.



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A7. Segmental information (Cont'd)

Current 6 months ended 31.12.2015

	Properties RM'000	Construction RM'000	Manufacturing and Trading RM'000	Hotel and Leisure RM'000	Investment Holding RM'000	Others RM'000	Inter- segments Elimination RM'000	Consolidated RM'000
Revenue								
Total revenue	215,968	98,287	131,841	62,373	18,095	2,338	(101,353)	427,549
Inter-segment revenue	-	(81,558)	(575)	(201)	(18,012)	(1,007)	101,353	-
Revenue from external customers	215,968	16,729	131,266	62,172	83	1,331	-	427,549
Results								
Segment results	27,689	6,882	12,091	8,760	(216)	316	-	55,522
Interest income	3,754	478	311	64	4,975	13	(6,910)	2,685
Finance costs	(2,658)	-	(223)	(1,558)	(6,865)	(360)	6,688	(4,976)
Share of loss of associates	-	-	-	-	(2,600)	-	-	(2,600)
Share of loss of a joint venture	-	-	-	-	(1,902)	-	-	(1,902)
Profit/(loss) before tax	28,785	7,360	12,179	7,266	(6,608)	(31)	(222)	48,729
Tax expense	(6,938)	(1,584)	(3,103)	(863)	(961)	(77)	-	(13,526)
Profit/(loss) for the financial period	21,847	5,776	9,076	6,403	(7,569)	(108)	(222)	35,203



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A7. Segmental information (Cont'd)

Preceding 6 months ended 31.12.2014

	Properties RM'000	Construction RM'000	Manufacturing and Trading RM'000	Hotel and Leisure RM'000	Investment and Holding RM'000	Others RM'000	Inter- segments Elimination RM'000	Consolidated RM'000
Revenue								
Total revenue	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Inter-segment revenue	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Revenue from external customers	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Results								
Segment results	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Interest income	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Finance costs	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Share of profit of associates	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Share of loss of a joint venture	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Profit before tax	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Tax expense	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Profit for the financial period	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A



PJ DEVELOPMENT HOLDINGS BERHAD (5938-A)

QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A7. Segmental information (Cont'd)

Geographical information

The Group's operations are mainly based in Malaysia and Australia.

In presenting information on the basis of geographical areas, segment revenue is based on the geographical location from which the sale transactions originated.

Segment assets are based on the geographical location of the assets of the Group. The non-current assets do not include deferred tax assets.

	Current 6 months ended RM'000
Revenue from external customers	
Malaysia	408,853
Australia	1,774
Others	16,922
	<hr/> 427,549 <hr/>
	As at 31.12.2015 RM'000
Non-current assets	
Malaysia	715,067
Australia	522,645
Others	7,151
	<hr/> 1,244,863 <hr/>



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A8. Material events subsequent to the date of the statement of financial position

There was no material event subsequent to the end of the period under review.

A9. Changes in the composition of the group

There were no major changes in the composition of the Group during the current period to date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations except as follow:

a) Subscription of 1,650,000 ordinary shares of RM1.00 each in DLHA Management Services Sdn. Bhd. (“DLHA”)

DLHA, a wholly-owned subsidiary of the Company has increased its issued and paid up share capital as follows for working capital purposes.

- 13 July 2015, from RM16,823,959 to RM17,323,959 by issuance of 500,000 ordinary shares of RM1.00 each.
- 23 October 2015, from RM17,323,959 to RM17,823,959 by issuance of 500,000 ordinary shares of RM1.00 each.
- 20 November 2015, from RM17,823,959 to RM18,223,959 by issuance of 400,000 ordinary shares of RM1.00 each.
- 22 December 2015, from RM18,223,959 to RM18,473,959 by issuance of 250,000 ordinary shares of RM1.00 each.

The Company has subscribed all 1,650,000 ordinary shares of RM1.00 each for a cash consideration of RM1,650,000.

b) Subscription of 1,650,000 ordinary shares of RM1.00 each in Scotia Acres Sdn. Bhd. (“Scotia”) by DLHA

Scotia, a joint venture company of DLHA has increased its issued and paid-up ordinary share capital as follows for working capital purposes:

- 27 July 2015, from RM33,340,572 to RM34,340,572 by issuance of 1,000,000 ordinary shares of RM1.00 each.
- 29 October 2015, from RM34,340,572 to RM35,340,572 by issuance of 1,000,000 ordinary shares of RM1.00 each.
- 30 November 2015, from RM35,340,572 to RM36,140,572 by issuance of 800,000 ordinary shares of RM1.00 each.
- 29 December 2015, from RM36,140,572 to RM36,640,572 by issuance of 500,000 ordinary shares of RM1.00 each.

DLHA has subscribed for 1,650,000 ordinary shares of RM1.00 each for a cash consideration of RM1,650,000 in proportion to the existing shareholdings of DLHA in Scotia, representing 50% of the total allotment of 3,300,000 ordinary shares of RM1.00 each in the share capital of Scotia.



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A9. Changes in the composition of the group (Cont'd)

There were no major changes in the composition of the Group during the current period to date including business combination, acquisition or disposal of subsidiaries and long term investments, restructuring and discontinuing operations except as follow: (cont'd)

- c) Subscription of 60 redeemable preference shares of RM1.00 each in Agile PJD Development Sdn. Bhd. ("Agile PJD") by PJD Hartamas Sdn. Bhd ("PJD Hartamas").

On 8 July 2015, Agile PJD, an associated company of PJD Hartamas, which is in turn a wholly-owned subsidiary of the Company has increased its authorised share capital from RM1,000,000 divided into 1,000,000 ordinary shares of RM1.00 each to RM5,000,000 divided into 4,999,800 ordinary shares of RM1.00 each and 200 redeemable preference shares of RM1.00 each by the creation of additional 3,999,800 ordinary shares of RM1.00 each and 200 redeemable preference shares of RM1.00 each.

Agile PJD, also increased its issued and paid up share capital by issuance of 200 redeemable preference shares of RM1.00 each at a premium of RM49,999. PJD Hartamas has subscribed for 60 redeemable preference shares of RM1.00 each at RM50,000 per share, by way of capitalisation of amount owing by Agile PJD to PJD Hartamas, in proportion to the existing shareholdings of PJD Hartamas in Agile PJD, representing 30% of the total allotment of 200 redeemable preference shares of RM1.00 each in the share capital of Agile PJD.

A10. Changes in contingent liabilities or contingent assets

There were no major changes in the contingent liabilities or contingent assets of the Group since the previous annual financial statements.

A11. Valuation of property, plant and equipment

The Group did not perform any valuation on property, plant and equipment since the previous annual financial statements.

A12. Capital commitments

Capital commitments not provided for in the financial statements as at 31 December 2015 are as follows:

	RM'000
Contracted but not provided for	
- Property, plant and equipment	9,222
- Land held for property development	8,535
	<u>17,757</u>



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QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

A13. Significant related party transactions

	Current 6 months ended 31.12.2015 RM'000
<p>(a) Significant transactions with ultimate holding group of companies:</p>	
<p><u>Income</u></p>	
Construction cost billed	2,118
IT services receivable	117
Management fee receivable	48
Room revenue receivable	47
<p><u>Expense</u></p>	
Billboard installation payable	(16)
Management fee payable	(2,503)
Rental of parking payable	(6)
Rental of premises payable	(1,085)
	<hr/>
<p>(b) Significant transactions with companies related to a director and a major shareholder of the Company:</p>	
<p><u>Income</u></p>	
IT services receivable	5
Room revenue receivable	6
<p><u>Expense</u></p>	
Progress claim payable	(1,497)
Insurance premium payable	(1,115)
Purchase of commodities and finishes	(270)
Purchase of security equipment	(21)
Renovation cost payable	(11)
Legal fee payable	(114)
Rental of premises payable	(13)
	<hr/>



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

PART B -

Explanatory Notes Pursuant to Chapter 9, Part K - Periodic Disclosures, Part A of Appendix 9B, of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities")

B1. Review of the Performance

(Commentary on current period to date and current quarter)

Due to the change in financial year end from 30 June to 31 December effective after the financial year ended 30 June 2015 and early adoption of the MFRS framework, there is no comparative quarterly segmental information for the current quarter under review. However, a copy of the restated 31 December 2014 results of the Group in respect of the second quarter for financial year ended 30 June 2015 is attached herewith as Appendix 1 for reference.

Current Period To Date ("6 months ended Dec 2015") compared with Preceding Period To Date (6 months ended Dec 2014")

In FY Dec 2015, the Group's revenue registered at RM427.55 million compared to RM487.64 million in FY Dec 2014. The decrease of RM60.09 million or 12.3% in the Group's revenue is mainly attributed to lower revenue recorded in Construction, Property and Integrated Building System divisions but partially offset by higher revenue in Cable division. The Group posted a pre-tax profit of RM48.73 million, a decrease of 38.3% compared to a pre-tax profit of RM78.96 million recorded in FY Dec 2014. The decrease of RM30.23 million in pre-tax profit is due to lower pre-tax profits recorded in Property, Construction and Integrated Building System divisions.

Current Quarter (2Q 12/15) compared with Comparative Quarter of Preceding Year (2Q 12/14)

In 2Q 12/15, the Group's revenue posted a decrease of RM27.56 million or 11.5% to RM211.97 million, compared to RM239.53 million in 2Q 12/14. The Group's pre-tax profit for 2Q 12/15 registered at RM24.11 million, a 43.6% or RM18.62 million decrease from the 2Q 12/14 of RM42.73 million. The decrease in both revenue and pre-tax profit was primarily due to lower contributions from Construction, Property and Integrated Building System divisions.

The Property division registered a pre-tax profit of RM11.87 million, a decrease of RM10.66 million or 47.3% compared to RM22.53 million in 2Q 12/14. Lower profit contribution recorded in 2Q 12/15 was due to the 3 projects namely D'Majestic, Wellesley and Swiss-Garden Resort Residences were completed prior to year ended 30 June 2015.

The Construction division registered a pre-tax profit of RM3.86 million in 2Q 12/15, a decrease of RM11.05 million from RM14.91 million in 2Q 12/14. The lower pre-tax profit was mainly due to external projects in near completion stage.

The Cable division registered a revenue of RM55.31 million in 2Q 12/15, an increase of RM19.35 million or 53.8% compared to RM35.96 million in 2Q 12/14. Despite the increase in revenue, pre-tax profit was lower at RM3.03 million in 2Q 12/15, due to lower profit margin in competitive market.

The Integrated Building System division registered a pre-tax profit of RM1.32 million in 2Q 12/15, a decrease of RM3.52 million or 72.7% from RM4.83 million in 2Q 12/14 due to lower sales recorded in the quarter under review.

The Hotels and Leisure division registered a pre-tax profit of RM7.38 million, an increase of RM6.97 million from RM0.40 million in 2Q 12/14, mainly due to reversal of provision for marketing expenses for Timeshare division which were no longer required since winning the legal suit.



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

B2. Material Changes in Quarterly Results

(Comparison of current quarter with immediate preceding quarter)

The Group registered a decrease of 2.0% to RM24.11 million in its pre-tax profit as compared to the immediate preceding quarter pre-tax profit of RM24.62 million. The decrease in the Group's profit was attributed to the lower profit contribution by the Property and Integrated Building System divisions.

B3. Commentary on current year prospects and progress on previously announced revenue or profit forecast

(a) Prospects for 2016

The market in which the Group is operating in is expected to be challenging in view of the external environment; slower economic growth, weak commodity prices, depreciating ringgit and subdued consumers sentiment.

As a result of the softening property market and tight liquidity environment, the take up rate of property is expected to be slow. However, the company's latest development project - Genting Windmill Upon Hills has a positive take up rate since it was first launched in May 2015.

The Construction division is expected to contribute positively in the next financial year due to current projects.

The growth of both Integrated Building System and Cable divisions is expected to slow down due to the softening property market resulting in weaker demand.

The Hotels & Leisure division seeks to leverage on the weakening Ringgit to attract inbound foreign tourists and promote domestic travel amongst Malaysians.

The Board expects the economy to be challenging in 2016 for the Group businesses. However The Board is confident that the Group will achieve satisfactory results for the year 2016.

(b) Progress and steps to achieve revenue or profit estimate, forecast, projection and internal targets previously announced

There were no revenue or profit forecast previously announced by the Company.

B4. Statement of the Board of Directors' opinion on achievability of revenue or profit estimate, forecast, projection and internal targets previously announced

There were no revenue or profit forecast previously announced by the Company.

B5. Profit forecast/profit guarantee previously announced

There were no profit forecast or profit guarantee previously issued by the Company.



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

B6. Taxation

	Current quarter ended 31.12.2015 RM'000	Current 6 months ended 31.12.2015 RM'000
Income tax expense		
- Malaysia		
- current year	(9,972)	(19,317)
- over-provision in prior year	684	684
- Overseas	(14)	(14)
Deferred tax expense		
- relating to origination and reversal of temporary differences	3,336	5,443
- under-provision in prior year	(322)	(322)
	(6,288)	(13,526)

The Group's effective tax rate for the current quarter and current year to date was higher than the statutory tax rate due to losses in certain subsidiaries that are not available to set-off against taxable profits in other subsidiaries within the Group.

B7. Status of corporate proposals

There were no corporate proposals announced previously but not completed as at 18 February 2016.

B8. Borrowings and debt securities as at the end of the reporting period

Total Group borrowings utilised as at 31 December 2015 are as follows:

	RM Equivalent '000
Current	
- Secured	
- denominated in Ringgit Malaysia (RM)	88,743
- Unsecured	
- denominated in Vietnamese Dong 14.7 billion	2,796
- denominated in Ringgit Malaysia (RM)	14,739
	106,278
Non-current	
- Secured	
- denominated in Australia Dollar 62.5 million	194,106
- denominated in United States Dollar 30.1 million	129,156
- denominated in Ringgit Malaysia (RM)	74,156
	397,418
Total	503,696



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

B9. Changes in material litigation

Karisma Sempurna Sdn. Bhd., Koperasi Perumahan Kluang Berhad and Wonderful Mineral Resources Sdn. Bhd. vs PJD Pravest Sdn. Bhd.

PJD Pravest Sdn. Bhd. (“Pravest”) a wholly owned subsidiary of PJ Development Holdings Berhad (“the Company”), discovered trespass on its land held under H.S.(D) No. 18906 P.T. 1664, Mukim Penor, District of Kuantan, Pahang (“Land”) and a police report was lodged on 5 March 2011. Pravest subsequently discovered that there was a purported joint venture agreement (“JVA”) dated 29 July 2010 entered by Pravest with Karisma Sempurna Sdn. Bhd., Koperasi Perumahan Kluang Berhad and Wonderful Mineral Resources Sdn. Bhd. (“the Plaintiffs”) to cultivate the Land for 30 years. Another police report was lodged in respect of the alleged involvement in the JVA.

On 11 April 2011, the Plaintiffs initiated a civil suit against Pravest, seeking to enforce the purported JVA (“Suit”). The Plaintiffs also filed an interlocutory application for an interim injunction to prevent Pravest from going into the Land, until the disposal of the Suit, of which, the interlocutory injunction was allowed by the High Court with costs (“Injunction Order”). On 18 April 2013 the High Court of Kuantan dismissed the Plaintiffs’ claim with cost to be determined by the Registrar.

The Kuantan High Court on 26 August 2015 awarded to Pravest, damages in the sum of RM1,104,402.91 and interest at the rate of 2% per annum from 26 August 2015 to date of full settlement (“Assessment of Damages Decision”).

The Plaintiffs have on 7 September 2015 filed their appeal to the Judge in Chambers against the Assessment of Damages Decision made by the Registrar (“the Hearing of the Appeal”) and subsequent to the case management held on 23 October 2015, the Senior Assistant Registrar has directed that parties to file their respective submissions by 20 November 2015 and the Hearing of the Appeal is fixed on 4 December 2015. On 20 January 2016, the High Court Judge dismissed the Plaintiffs' appeal with costs ("the High Court Judge's decision"). The solicitors are to proceed with issuance of a letter demanding for the payment of the judgment sum failing which Pravest are to take the necessary enforcement proceedings to recover the judgment sum. Meanwhile, the Plaintiffs have filed a notice of appeal to the Court of Appeal on 16 February 2016 against the High Court Judge's decision.

B10. Dividends

On 18 January 2016, the Company paid a single tier first interim dividend of 2.5 sen per ordinary share for the current period ended 31 December 2015. (Comparative quarter ended 31 December 2014 : N/A).

The Directors propose a single tier final dividend of 2.5 sen per ordinary share, in respect of the financial period ended 31 December 2015. The amount to be paid is dependent on the number of issued and paid up ordinary shares of the Company as at the entitlement date subject to the approval of shareholders at the forthcoming Annual General Meeting.

Total dividend for the current period to date is 5 sen per ordinary share. (2014: N/A)



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

B11. Earnings per share

(a) Basic

Basic earnings per ordinary share for the financial period is calculated by dividing the profit for the financial period attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period, after taking into consideration of treasury shares held by the Company.

	Current 6 months ended 31.12.2015	Preceding 6 months ended 31.12.2014
Profit attributable to owners of the parent (RM'000)	35,445	N/A
Weighted average number of ordinary shares in issue (in '000)	507,178	N/A
Weighted average number of treasury shares held (in '000)	(4,778)	N/A
Adjusted weighted average number of ordinary shares applicable to basic earnings per share (in '000)	502,400	N/A
Basic earnings per share (sen)	7.06	N/A

(b) Diluted

Diluted earnings per ordinary share for the financial period is calculated by dividing the profit for the financial period attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial period adjusted for the effects of potential dilutive ordinary shares.

	Current 6 months ended 31.12.2015	Preceding 6 months ended 31.12.2014
Profit attributable to owners of the parent (RM'000)	35,445	N/A
Weighted average number of ordinary shares in issue applicable to basic earnings per ordinary share (in '000)	502,400	N/A
Effect of dilution:		
- Adjustments for conversion of Warrants C at fair value (in '000)	46,825	N/A
Adjusted weighted average number of ordinary shares applicable to diluted earnings per share (in '000)	549,225	N/A
Diluted earnings per share (sen)	6.45	N/A



QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015

B12. Auditors' report of preceding annual financial statements

The auditors' report of the Group's preceding year's financial statements was not qualified.

B13. Items included in the Statements of Profit or Loss and Statements of Other Comprehensive Income

	Current quarter ended 31.12.2015 RM'000	Current 6 months ended 31.12.2015 RM'000
Profit before tax is arrived at after crediting/(charging) :		
Bad debts written off	(123)	(123)
Depreciation and amortisation	(5,022)	(9,856)
Dividend income	35	35
Fair value gain arising from changes in fair value of biological assets	425	425
Gain on disposal of property, plant and equipment	181	181
Impairment loss on receivables and contract assets	(4,524)	(4,755)
Interest accretion of trade receivables	127	398
Interest expense	(2,925)	(4,976)
Interest income	1,532	2,685
Inventories written down	(1,721)	(1,721)
Inventories written off	(1)	(1)
Net loss on fair value adjustment on retention sum	(308)	(308)
Property, plant and equipment written off	(440)	(438)
Reversal of impairment loss and write off on receivables and contract assets	4,497	4,497
Unrealised gain on foreign exchange	2,705	2,475

Other than as per disclosed above, the Group does not have other material items that recognized as profit/loss in the statement of profit or loss and statement of other comprehensive income.

**QUARTERLY REPORT FOR THE QUARTER ENDED 31 DECEMBER 2015****B14. Realised and unrealised profits**

On 25 March 2010, Bursa Malaysia Securities Berhad issued a directive to all listed issuers pursuant to Paragraphs 2.06 and 2.23 of Bursa Malaysia Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the reporting date, into realised and unrealised profits or losses. On 20 December 2010, Bursa Securities further issued a guidance on the disclosure and the format required.

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirement, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits below is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and not to be applied for any other purpose.

Based on the above criteria, the breakdown of retained profits of the Group as at the reporting date is as follows:

	As at 31.12.2015	As at 30.6.2015 (Restated)
	RM'000	RM'000
Total retained earnings of the Company and its subsidiaries :		
Realised	551,963	540,009
Unrealised	23,866	14,269
	575,829	554,278
Total share of retained earnings from associates :		
Realised	24,192	22,817
Unrealised	1,104	1,017
	601,125	578,112
Total share of accumulated losses from a joint venture:		
Realised	(8,971)	(7,069)
	592,154	571,043
Consolidation adjustments	43,210	55,058
Total Group retained earnings as per consolidated accounts	635,364	626,101

By Order of the Board

Chua Siew Chuan (MAICSA 0777689)

Yau Jye Yee (MAICSA 7059233)

Company Secretaries