

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 31 March 2015

	As at 31.03.2015 (UNAUDITED)	As at 31.03.2014 (AUDITED)
	RM'000	RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	177,007	178,832
Investment properties	336,616	311,800
Land held for development	0	0
Investment in jointly controlled entities	170,945	178,156
Available-for-sale financial assets	6	6
Deferred tax assets	2,988	12,080
	<u>687,562</u>	<u>680,874</u>
Current assets		
Inventories	96,633	22,453
Property Development Costs	321,007	375,487
Trade and other receivable	162,041	140,409
Tax recoverable	-	4,402
Cash and Cash Equivalents	164,330	148,865
	<u>744,011</u>	<u>691,616</u>
TOTAL ASSETS	<u>1,431,573</u>	<u>1,372,490</u>
EQUITY AND LIABILITIES		
Equity attributable to owners of the Company		
Share Capital	213,064	213,064
Reserves	557,584	491,353
	<u>770,648</u>	<u>704,417</u>
Non-controlling interest	<u>0</u>	<u>0</u>
Total equity	<u>770,648</u>	<u>704,417</u>
Non-current liabilities		
Bank Borrowings	341,200	337,099
Deferred taxation	13,292	14,279
	<u>354,492</u>	<u>351,378</u>
Current liabilities		
Trade and other payables	140,657	93,170
Bank Borrowings	163,900	218,924
Bank Overdraft	0	0
Taxation	1,876	4,601
	<u>306,433</u>	<u>316,695</u>
Total liabilities	<u>660,925</u>	<u>668,073</u>
TOTAL EQUITY AND LIABILITIES	<u>1,431,573</u>	<u>1,372,490</u>
Net assets per ordinary share attributable to owners of the Company (sen)	180.85	165.31

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31st March 2014

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED INCOME STATEMENT

for the 4th quarter ended 31 March 2015

(The figures have not been audited)

	Current quarter ended 31.03.2015	Comparative quarter ended 31.03.2014	Current 12 months ended 31.03.2015	Corresponding 12 months ended 31.03.2014
	RM'000	RM'000	RM'000	RM'000
Revenue	105,216	101,491	401,333	377,282
Operating expenses	(83,314)	(88,554)	(332,080)	(313,025)
Other operating income	26,593	16,037	33,880	19,725
Profit from operations	48,495	31,045	103,133	83,982
Depreciation	(1,558)	760	(5,940)	(4,658)
Finance costs	(5,252)	(4,461)	(17,780)	(21,151)
Share of jointly controlled entities results	<u>12,433</u>	<u>5,968</u>	<u>17,111</u>	<u>19,547</u>
Profit before taxation	54,118	35,383	96,524	77,720
Taxation	<u>(18,198)</u>	<u>(4,555)</u>	<u>(29,577)</u>	<u>(15,551)</u>
Profit for the period	<u>35,920</u>	<u>30,828</u>	<u>66,947</u>	<u>62,169</u>
Attributable to:				
Owners of the Company	35,920	30,828	66,947	62,169
Non-controlling interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Profit for the period	<u><u>35,920</u></u>	<u><u>30,828</u></u>	<u><u>66,947</u></u>	<u><u>62,169</u></u>
Earning per share - basic (sen)	8.43	7.23	15.71	14.59
- diluted (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the Annual Financial Report for the year ended 31st March 2014

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
for the 4th quarter ended 31 March 2015
(The figures have not been audited)

	Current quarter ended 31.03.2015	Comparative quarter ended 31.03.2014	Current 12 months ended 31.03.2015	Corresponding 12 months ended 31.03.2014
	RM'000	RM'000	RM'000	RM'000
Profit for the period	35,920	30,828	66,947	62,169
Fair value changes in available-for-sale financial asset	0	0	0	0
Foreign currency translation differences for foreign operations	3,762	886	12,067	8,183
Fair Value changes in PPE	0	0	0	0
Other comprehensive income	<u>3,762</u>	<u>886</u>	<u>12,067</u>	<u>8,183</u>
Total comprehensive income	<u>39,682</u>	<u>31,714</u>	<u>79,014</u>	<u>70,352</u>
Attributable to:				
Owners of the Company	39,682	29,643	79,014	70,352
Non-controlling interest	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total comprehensive income	<u><u>39,682</u></u>	<u><u>31,714</u></u>	<u><u>79,014</u></u>	<u><u>70,352</u></u>

*The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the
Annual Financial Report for the year ended 31st March 2014*

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the 12 months ended 31 March 2015

(The figures have not been audited)

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Capital reserve RM'000	Fair value reserve RM'000	Exchange Fluctuation RM'000	Retained profits RM'000	Total RM'000
<u>Current 12 months ended</u>								
<u>31 March 2015</u>								
As at 1 April 2014	213,064	477	34,640	7,861	-	14,278	434,097	704,417
Effects of adopting FRS 139								-
Restated	213,064	477	34,640	7,861	-	14,278	434,097	704,417
Movement during the period:								
- Total comprehensive income								
for the the period	-	-	-	-	-	12,067	66,947	79,014
- Dividend paid	-	-	-	-	-	-	(12,783)	(12,783)
As at 31 March 2015	213,064	477	34,640	7,861	-	26,345	488,261	770,648
<u>Preceding 12 months ended</u>								
<u>31 March 2014</u>								
As at 1 April 2013	213,064	477	34,640	7,861	0	6,095	381,516	643,653
Effects of adopting FRS 139								-
Restated	213,064	477	34,640	7,861	0	6,095	381,516	643,653
Movement during the period:								
- Total comprehensive income								
for the the period	-	-	-	-	-	8,183	62,169	70,352
- Dividend paid	-	-	-	-	-	-	(9,588)	(9,588)
As at 31 March 2014	213,064	477	34,640	7,861	0	14,278	434,097	704,417

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31st March 2014

SELANGOR DREDGING BERHAD (4624-U)
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

for the 12 months ended 31 March 2015

(The figures have not been audited)

	Current 12 months ended 31.03.2015 RM'000	Corresponding 12 months ended 31.03.2014 RM'000
CASHFLOW FROM OPERATING ACTIVITIES		
Profit before taxation	96,524	77,720
Adjustment for :		
Non-cash items	(17,902)	(9,438)
Non-operating items (which are investing / financing)	120	1,214
Operating profit before working capital changes	78,742	69,496
Changes in working capital		
Receipts from customer	(38,704)	23,306
Payments to supplier, contractors and employee	46,077	20,421
Interest paid	(17,324)	(20,578)
Income tax paid	(19,946)	(4,873)
Net cashflows from operating activities	48,845	87,772
CASHFLOW FROM INVESTING ACTIVITIES		
Equity investments	-	-
Other investments	(511)	(699)
Investment in jointly controlled entities	33,041	9,585
Purchase/Disposal of property, plant and equipment	(2,953)	(5,007)
Proceeds from disposal of property, plant and equipment	152	100
Net cashflows from investing activities	29,729	3,979
CASHFLOW FROM FINANCING ACTIVITIES		
Dividend paid to MI Shareholders of subsidiary companies	-	-
Dividend paid to Shareholder of Company	(12,784)	(9,588)
Withdrawal of fixed deposit pledged	-	-
Drawdown of bank borrowings	50,000	40,000
Repayment of bank borrowings	(100,701)	(67,912)
Repayment of hire purchase liability	-	-
Net cashflows from financing activities	(63,485)	(37,500)
NET CHANGE IN CASH & CASH EQUIVALENTS	15,089	54,251
CASH & CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	148,280	97,387
EFFECT OF EXCHANGE RATE CHANGES	376	(3,358)
CASH & CASH EQUIVALENTS AT END OF THE PERIOD	163,745	148,280
Represented by:		
Cash and Cash Equivalents	164,330	148,865
less:		
Amount pledged as security for bank facilities	(585)	(585)
	163,745	148,280

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 31st March 2014

SELANGOR DREDGING BERHAD (4624-U)

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE 4TH FINANCIAL QUARTER ENDED 31 MARCH 2015

Part A - Selected Explanatory Notes pursuant to Financial Reporting Standard 134 ("FRS 134")

A1. Accounting Policies and Method of Computation

The interim financial report has been prepared in accordance with FRS 134 - Interim Financial Reporting and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The same accounting policies and method of computation are followed in the interim financial statements as compared with the most recent annual financial statements for the year ended 31 March 2014.

The Group have not applied the following standards, amendments and interpretations that have been issued by the MASB but are not yet effective:

		Effective for annual periods beginning on or after
FRS 9	: Financial Instruments	1 January 2016
FRS 14	: Regulatory Deferral Accounts	1 January 2016
<i>Amendments to:</i>		
FRS 2, FRS 3, FRS 8, FRS 116, FRS 124 and FRS 138	: Annual Improvements to FRS 2010-2012 Cycle	1 July 2014
FRS 3, FRS 13 and FRS 140	: Annual Improvements to FRS 2011-2013 Cycle	1 July 2014
FRS 119	: Defined Benefit Plans: Employee Contributions	1 July 2014
FRS 116 and 138	: Acceptable Method of Depreciation	1 January 2016
FRS 11	: Accounting for Acquisition of Interests in Joint operation	1 January 2016
FRS 127	: Equity Method in Separate Financial Statement	1 January 2016
FRS 10 and 128	: Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2016
FRS 5, FRS 7, FRS 119 and FRS 134	: Annual Improvements to FRSs 2012-2014 Cycle	1 January 2016
FRS 101	: Disclosure Initiative	1 January 2016
FRS 10, FRS 12 and FRS 128	: Consolidation Exception	1 January 2016

The above new/revised standards, amendments and improvements are not expected to have any significant financial impact on the Group upon their initial application.

Malaysian Financial Reporting Standards ("MFRS")

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the MFRS. The MFRS is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities subject to the application of MFRS 141 Agriculture ("MFRS 141") and IC Interpretation 15 Instruments Agreements for Construction of Real Estate ("IC 15"), including its parent, significant investor and venture (here in referred to as "Transitioning Entities"). Transitioning Entities will be allowed to defer adoption of the new MFRS for an additional one year.

On 2 September 2014, MASB further announced that the Transitioning Entities are allowed to extend their deferment on the adoption of MFRS Framework for another year. As such, the

MFRS Framework will be mandatory for all companies for annual period beginning on or after 1 January 2017.

The Group falls within the definition of Transitioning Entities and has opted to defer adoption of the new MFRS to 1 January 2017. Accordingly, the Group will be required to prepare its first MFRS financial statements for the year ending 31 March 2018. In presenting its first MFRS financial statements, the Group will quantify the financial effects of the differences between the current FRS and MFRS. The majority of the adjustments required on transition will be made, retrospectively, against opening retained earnings.

Accordingly, the consolidated financial performance and financial position as disclosed in these financial statements for the year ended 31 March 2015 could be different if prepared under the MFRS.

A2. Audit Report of Preceding Annual Financial Statements

The Group's preceding annual financial statements were reported without any qualification.

A3. Seasonality or Cyclicity of Operations

The business operations of the Group are generally not affected by seasonal or cyclical factors except for the hotel operations which are generally affected by major festive seasons.

A4. Unusual items affecting Assets, Liabilities, Equity, Net Income or Cashflows

There are no unusual items affecting assets, liabilities, equity, net income or cashflows during the financial year under review.

A5. Change in Estimate

There were no material changes in estimates reported in prior interim periods of the current financial year or in prior financial years which have a material effect in the current interim period.

A6. Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the current financial quarter and period-to-date ended 31 March 2015.

A7. Dividend Paid

A first and final dividend of RM12,783,829.86 for the year ended 31 March 2014 was paid during the second financial quarter.

A8. Segment Revenue and Segment Result By Business Segments*(a) Primary reporting format – business segment*

All the operations of the Group are organised in Malaysia into six main business segments:

- (i) Property investments - letting of industrial and commercial properties
- (ii) Property development - property development
- (iii) Hotel operations - operation of hotel and related services
- (iv) Investment holding - holding of shares in quoted and non-quoted companies
- (v) Property Support Service - providing support service to purchasers of properties developed by the SDB Group
- (vi) Others - provision of management services and trading

Transactions between segments were entered into in the normal course of business and were established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. The effects of such inter-segmental transactions are eliminated on consolidation.

	Property Investment	Hotel Operations	Property Development	Property Support Services	Investment Holding	Others/ Elimination	Consolidated
RM'000							
REVENUE							
External Sales	22,374	23,236	354,708	1,015	0	0	401,333
Inter-segment Sales	1,272	0	0	3,976	0	(5,248)	0
Total revenue	<u>23,646</u>	<u>23,236</u>	<u>354,708</u>	<u>4,991</u>	<u>0</u>	<u>(5,248)</u>	<u>401,333</u>
RESULTS							
Segment results	37,836	(3,045)	75,604	794	4,753	(16,317)	99,625
Unallocated corporate (expenses)/income							<u>(2,432)</u>
Operating profit							<u>97,193</u>
Finance cost, net							(17,780)
Share of net profit/(loss) of associated companies			17,111				17,111
Income taxes							<u>(29,577)</u>
Profit for the period							<u>66,947</u>

(b) Secondary reporting format – geographical segment

The operations of the Group are substantially carried out in Malaysia except for SDB Asia Pte Ltd and SDB UK Pte Ltd which is incorporated in Singapore.

A9. Valuation of property, plant and equipment

In line with the Group's adoption of fair value method in relation to its investment properties, the Group's property, land and buildings were revalued by Rahim & Co Chartered Surveyors Sdn Bhd ("Rahim & Co"), a registered independent professional valuer as at 31 March 2015 on an open market basis for existing use.

The resulting net surplus of RM24.26 million has been recognised directly to the income statement.

A10. Material Events Subsequent to the End of the Period

There are no material events subsequent to 31 March 2015 up to the date of this announcement that has not been reflected in the financial statements as at 31 March 2015.

A11. Effects of Changes in the Composition of the Group

There are no changes in the composition of the Group for the financial period to-date.

A12. Changes in Contingent Liabilities and Contingent Assets

The Group does not have any contingent liabilities and contingent assets as at the last annual balance sheet date up to the current financial period to-date.

Part B - Selected Explanatory Notes pursuant to Appendix 9B of the Bursa Malaysia Securities Berhad Listing Requirements

B1. Review of Performance of the Company and its Principal Subsidiaries

For the 12 months ended 31 March 2015, the Group achieved a higher turnover of RM401.33 million compared to the corresponding period to-date last year and net profit of RM66.95 million. This was mainly attributable to better work progress over the 12 months period in Windows On The Park, By The Sea and Hijauan compared to the corresponding period of last financial year.

The revaluation of the Group's Investment Properties had resulted net surplus of RM24.26 million compared to RM14.10 million in the corresponding last year.

B2. Material Changes in Profit Before Tax of the Current Quarter compared to the Immediate Preceding Quarter

For the quarter ended 31 March 2015, the Group registered a higher profit before tax of RM54.12 million compared to RM11.93 million recorded in the preceding quarter ended 31 December 2014. Comparatively, the higher pretax profit was mainly due to revaluation surplus.

B3. Prospects for the Current Financial Year

The outlook for coming year is expected to remain challenging in view of stringent bank loan guidelines and implementation of GST.

The Group expects the above mentioned factors will soften the demand in the Malaysian real property market for the remaining of this financial year as potential buyers and investors re-think their next purchase and investment. However, with unbilled sales of approximately RM629 million in hand, the Group expects the next financial year performance to be satisfactory.

B4. Variance of Actual Profit from Forecast Profit and Shortfall in Profit Guarantee
Not Applicable.

B5. Taxation

Tax charge comprises the following:-

	Current quarter 31-03-15 RM'000	Financial year 31-03-15 RM'000
- current taxation	7,852	18,893
- associated companies	0	0
- deferred taxation	0	0
- under/(over) provision in prior years		
- Current	42	380
- Deferred	10,304	10,304
	<u>18,198</u>	<u>29,577</u>

For the current quarter, the Group's taxation was higher compared to the statutory rate mainly due to movement in deferred tax provision in relation to current year fair value gain of investment properties, utilization and review of deferred tax asset.

B6. Status of Corporate Proposal

- (a) Since the last balance sheet date, there were no corporate proposals announced.
(b) Status of utilization of proceeds raised from any corporate proposal – Not Applicable.

B7. Group Borrowings and Debts Securities

Total Group borrowings as at 31 March 2015 are as follows:-

<i>Long Term Bank Borrowing</i>	RM'000
<i>Secured:</i>	
Revolving Credit	98,750
Term Loan	258,350
Repayments due within the next 12 months	<u>(20,900)</u>
Sub-Total	<u>336,200</u>
<i>Unsecured:</i>	
Revolving Credit	0
Term Loan	25,000
Repayments due within the next 12 months	<u>0</u>
Sub-Total	<u>25,000</u>
<i>Short Term Bank Borrowing</i>	
<i>Secured:</i>	
Revolving Credit	58,000
Term Loan	0
Current portion of long term borrowing	<u>20,900</u>
Sub-Total	<u>78,900</u>
<i>Unsecured:</i>	
Revolving Credit	65,000
Term Loan	0
Current portion of long term borrowing	<u>0</u>
Sub-Total	<u>65,000</u>
Total	<u>505,100</u>

There were no borrowings or debt securities denominated in foreign currencies.

B8. Material Litigation

There were no significant changes in material litigation since the last annual balance sheet date.

B9. Dividend

The Board has recommended a first and final single-tier dividend of 3.0 sen per share (FY2014: 3.0 sen) amounting to RM12,783,829 (FY2014: RM12,783,829) in respect of the financial year ended 31 March 2015 which will be proposed for shareholders' approval at the forthcoming Annual General Meeting.

B10. Realised and Unrealised Profits and Losses

The retained profits of the Group as at 31 March 2015 and 31 March 2014 are analysed as follows:

	30-03-2015 RM'000	31-03-2014 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	213,401	203,844
- Unrealised	227,590	200,952
	440,991	404,796
Total share of retained profits from jointly controlled entities:		
- Realised	43,776	34,106
- Unrealised	1,906	(1,387)
	45,682	32,719
	486,673	437,515
Less: Consolidation adjustment	1,588	(3,418)
Total Group retained profits	488,261	434,097

B11. Earnings Per Share

Basic earnings per share is calculated by dividing the Group's net profit for the period by the weighted average number of ordinary shares in issue during the period, disclosed as follows:-

	Current quarter ended 31/03/2015	Comparative quarter ended 31/03/2014	Current 12 months ended 31/03/2015	Corresponding 12 months ended 31/03/2014
(i) Net profit for the period (RM'000)	35,920	30,828	66,947	62,169
(ii) Weighted average number of ordinary shares in issue ('000)	426,127	426,127	426,127	426,127
Basic earnings per share (sen)	8.43	7.23	15.71	14.59

The company does not have any dilutive potential ordinary shares outstanding as at 31 March 2015. Accordingly, no diluted earnings per share is presented.

B12. Profit for the Year

	Individual Quarter		Cumulative Quarter	
	Current quarter ended 31.03.2015 RM'000	Comparative quarter ended 31.03.2014 RM'000	Current 12 months ended 31.03.2015 RM'000	Corresponding 12 months ended 31.03.2014 RM'000
Profit for the period is arrived at after crediting:				
Interest Income	61	113	549	391
Other Income	25,349	14,302	31,170	17,706
Foreign Exchange Gain	1,178	603	2,168	622
Gain on disposal of quoted investment	0	(1)	0	0
and after charging:				
Interest expense	5,252	4,462	17,780	21,152
Depreciation	1,558	(760)	5,940	4,658
Provision for/write off of receivables	0	0	0	0
Provision for/write off of inventories	0	0	0	0
Foreign Exchange Loss	6	29	(6)	16