

**DAMANSARA****REALTY BERHAD**

4030-D

(Incorporated in Malaysia)

**UNAUDITED REPORT FOR THE FINANCIAL PERIOD ENDED  
31 MARCH 2014****Consolidated Statement of Comprehensive Income**

	<b>Individual</b>		<b>Cumulative</b>	
	<b>Current year</b> <b>31-Mar-2014</b> <i>RM'000</i>	<b>Preceding</b> <b>year</b> <b>31-Mar-2013</b> <i>RM'000</i>	<b>Current year</b> <b>31-Mar-2014</b> <i>RM'000</i>	<b>Preceding</b> <b>year</b> <b>31-Mar-2013</b> <i>RM'000</i>
Revenue	45,540	45,176	45,540	45,176
Cost of sales	(37,403)	(36,641)	(37,403)	(36,641)
Gross profit	8,137	8,535	8,137	8,535
Interest income	135	101	135	101
Other income	491	2,243	491	2,243
Depreciation	(704)	(269)	(704)	(269)
Employee benefits expense	(3,529)	(3,886)	(3,529)	(3,886)
Other operating expenses	(3,419)	(3,291)	(3,419)	(3,291)
<b>Operating profit/(loss)</b>	<b>1,111</b>	<b>3,433</b>	<b>1,111</b>	<b>3,433</b>
Finance cost	(2,302)	(2,592)	(2,302)	(2,592)
<b>Profit/(Loss) before tax</b>	<b>(1,191)</b>	<b>841</b>	<b>(1,191)</b>	<b>841</b>
Income tax expenses	(367)	(301)	(367)	(301)
<b>Profit/(Loss) for the period</b>	<b>(1,558)</b>	<b>540</b>	<b>(1,558)</b>	<b>540</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	(9)	-	(9)	-
<b>Total comprehensive income for the year</b>	<b>(1,567)</b>	<b>540</b>	<b>(1,567)</b>	<b>540</b>
<b>Profit/(Loss) Attributable to:</b>				
Owners of the parent	(1,317)	349	(1,317)	349
Non-controlling interests	(241)	191	(241)	191
	<b>(1,558)</b>	<b>540</b>	<b>(1,558)</b>	<b>540</b>
<b>Earnings per share attributable to equity holders of the Company:</b>				
Basic earnings per share (sen)	(0.43)	0.11	(0.43)	0.11
Diluted earnings per share (sen)	-	-	-	-

The Condensed Consolidated Income Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.



4030-D

(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED**

**31 MARCH 2014**

**Consolidated Statement of Comprehensive Income**

	<b>Individual</b>		<b>Cumulative</b>	
	<b>Current year</b>	<b>Preceding year</b>	<b>Current year</b>	<b>Preceding year</b>
	<b>31-Mar-14</b>	<b>31-Mar-13</b>	<b>31-Mar-14</b>	<b>31-Mar-13</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Profit/(Loss) For The Period	<b>(1,558)</b>	<b>540</b>	<b>(1,558)</b>	<b>540</b>
Other Comprehensive Income/(Loss) For The Period, Net Of Income Tax	(9)	-	(9)	-
<b>Total Comprehensive Income For The Period, Net Of Income Tax</b>	<b>(1,567)</b>	<b>540</b>	<b>(1,567)</b>	<b>540</b>
Total Comprehensive Income Attributable To:				
Owners of the Company	<b>(1,317)</b>	349	<b>(1,317)</b>	349
Non-controlling interests	<b>(241)</b>	191	<b>(241)</b>	191
	<b>(1,558)</b>	<b>540</b>	<b>(1,558)</b>	<b>540</b>

Note: 1 - Included in the Total Comprehensive Income for the period are the followings:-

Interest Income	135	101	135	101
Other Income Including Investment Income	491	2,243	491	2,243
Interest Expenses	(2,302)	(2,592)	(2,302)	(2,592)
Depreciation and Amortization	(704)	(269)	(704)	(269)
Provision For/Write Off of Receivables	-	-	-	-
Provision For/Write Off of Inventories	-	-	-	-
Gain/Loss on Disposal of Quoted and Unquoted Investment or Properties	-	-	-	-
Impairment of Assets	-	-	-	-
Gain/Loss on Foreign Exchange	-	-	-	-
Gain/Loss on Derivatives	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

N/A: Not Applicable

**The Condensed Consolidated Income Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.**

**Damansara Realty Berhad (4030-D)**  
**Condensed Consolidated Statement of Financial Position**

	<b>As at</b> <b>31-Mar-2014</b> <i>RM'000</i>	<b>Audited</b> <b>31-Dec-2013</b> <i>RM'000</i>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	22,970	22,465
Land held for property development	195,208	195,208
Investment properties	5,679	5,710
Investment in associates*	-	-
Deferred tax assets	437	539
Other investments	101	101
Goodwill on consolidation	1,409	1,409
	<u>225,805</u>	<u>225,432</u>
<b>Current assets</b>		
Property development costs	22,507	22,182
Inventories	1,921	1,979
Trade receivables and other receivables	49,635	57,087
Other current assets	311	2,691
Other investments	-	-
Cash and bank balances	43,879	38,509
	<u>118,253</u>	<u>122,448</u>
<b>TOTAL ASSETS</b>	<b><u>344,058</u></b>	<b><u>347,880</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Provisions	3,456	3,456
Loans and borrowings	13,841	12,561
Trade and other payables	94,522	97,233
	<u>111,819</u>	<u>113,250</u>
<b>Net current liabilities</b>	<b><u>6,434</u></b>	<b><u>9,198</u></b>
<b>Non-current liabilities</b>		
Loans and borrowings	8,248	9,290
Deferred tax liabilities	1,076	678
Trade and other payables	95,589	95,777
	<u>104,914</u>	<u>105,745</u>
<b>Total Liabilities</b>	<b><u>216,732</u></b>	<b><u>218,995</u></b>
<b>Net assets</b>	<b><u>127,326</u></b>	<b><u>128,885</u></b>
<b>Equity attributable to owners of the parent</b>		
Share capital	154,685	154,685
Share premium	156	156
Accumulated losses	(11,162)	(9,853)
Merger Reserve	(18,568)	(18,568)
Capital reserve	85	85
Exchange reserve	(505)	(496)
Shareholders' equity	<u>124,691</u>	<u>126,009</u>
Non-controlling interests	2,635	2,876
<b>Total equity</b>	<b><u>127,326</u></b>	<b><u>128,885</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>344,058</u></b>	<b><u>347,880</u></b>
<b>Net Assets Attributable to Owners of the Company</b>	<b>127,326</b>	<b>128,885</b>
<b>Net Assets Per Share Attributable to Owners of the Company (RM)</b>	<b><u>0.403</u></b>	<b><u>0.407</u></b>

\* After taking into account of accumulated impairment losses, the Group's investments in several associated companies have nil book value.

The Consolidated Statement of Financial Position should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.

**Damansara Realty Berhad (4030-D)**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Equity Total	Equity attributable to owners of the parent Total	Share capital	Share premium	Capital reserve	Merger Reserve	Exchange Reserve	Accumulated losses	Non-controlling interest
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Opening balance at 1 January 2013	119,261	115,284	154,685	156	72	(20,524)	83	(19,188)	3,977
Total comprehensive income	540	349	-	-	-	-	-	349	191
Closing balance at 31 March 2013	<b>119,801</b>	<b>115,633</b>	<b>154,685</b>	<b>156</b>	<b>72</b>	<b>(20,524)</b>	<b>83</b>	<b>(18,839)</b>	<b>4,168</b>
Opening balance at 1 January 2014	128,885	126,009	154,685	156	85	(18,568)	(496)	(9,853)	2,876
Total comprehensive income	(1,559)	(1,318)	-	-	-	-	(9)	(1,309)	(241)
Closing balance at 31 March 2014	<b>127,326</b>	<b>124,691</b>	<b>154,685</b>	<b>156</b>	<b>85</b>	<b>(18,568)</b>	<b>(505)</b>	<b>(11,162)</b>	<b>2,635</b>

**The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.**

**Damansara Realty Berhad (4030-D)**  
**Condensed Consolidated Cash Flow Statement**

	<b>3 months ended 31-Mar-2014 RM'000</b>	<b>3 months ended 31-Mar-2013 RM'000</b>
<b>Cash flow from operating activities</b>		
Receipt from customers	52,990	42,456
Payment to creditors and employees	(44,124)	(41,536)
Cash generated from operation	8,866	920
Tax (paid) / refunded	(2,132)	(382)
Interest income received	135	101
Interest expenses paid	(342)	(2,592)
Net cash generated from operating activities	6,527	(1,953)
<b>Cash flow from investing activity</b>		
Purchase of property, plant and equipment	(1,209)	(322)
Net cash used in investing activities	(1,209)	(322)
<b>Cash flow from financing activities</b>		
Net repayment of obligations under finance leases	52	(630)
Net cash used in financing activities	52	(630)
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>5,370</b>	<b>(2,905)</b>
Cash and cash equivalents as at 1 January	38,509	30,756
<b>Cash and cash equivalents as at 31 March</b>	<b>43,879</b>	<b>27,851</b>

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2013 and the accompanying explanatory notes attached to this report.

## **DAMANSARA REALTY BERHAD (4030-D)**

### **A        UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2014**

#### **A1       BASIS OF PREPARATION**

The interim financial statements have been prepared under the historical cost convention except as disclosed in the accounting policy below.

These interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standards 134 ("MFRS 134"), Interim Financial Reporting in Malaysia and with International Financial Reporting Standard 134 ("IFRS 134"), Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. The figures for the period in the current quarter of 31 March 2014 have not been audited.

The interim financial report should be read in conjunction with the Company's audited financial statements for the financial year ended (FYE) 31 December 2013. These explanatory notes attached to the interim financial statements 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 FYE 31 December 2013.

The following MFRS, Amendment to MFRS and IC Interpretation were issued, the Group and the Company intend to adopt these Standards, if applicable, when they become effective.

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities  
Amendments to MFRS 10, MFRS 12 and MFRS 127: Investment Entities  
Amendments to MFRS 136: Recoverable Amount Disclosures for Non-Financial Assets  
Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge  
Accounting  
IC Interpretation 21 Levies  
Amendments to MFRS 119: Defined Benefit Plans: Employee Contributions  
Annual Improvements to MFRSs 2010–2012 Cycle  
Annual Improvements to MFRSs 2011–2013 Cycle  
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)  
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)  
MFRS 9 Financial Instruments: Hedge Accounting and Amendments to MFRS 9,  
MFRS 7 and MFRS 139

**DAMANSARA REALTY BERHAD (4030-D)**

**A UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2014 (CONT'D)**

**A2 AUDITORS' REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS**

The auditors' report on the financial statements for the year ended 31 December 2013 was not qualified.

**A3 SEASONALITY OR CYCLICALITY OF OPERATIONS**

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

**A4 UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS**

There were no items affecting assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size or incidence for the current quarter and/or financial year-to-date.

**A5 SIGNIFICANT ESTIMATES AND CHANGES IN ESTIMATES**

There were no changes in estimates that have had any material effect on the financial year-to-date results.

**A6 DEBT AND EQUITY SECURITIES**

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the financial year-to-date.

**A7 DIVIDEND PAID**

No dividend was paid or declared during the current financial year-to-date.

## A NOTES TO THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D)

## A8 SEGMENTAL INFORMATION

	PROPERTY DEVELOPMENT		CONSTRUCTION CONTRACTS		PROPERTY SERVICES		PARKING		OTHERS		ADJUSTMENTS AND ELIMINATIONS		PER CONSOLIDATED	
	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13	31-Mar-14	31-Mar-13
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue:</b>														
- External sales	-	-	-	-	18,481	19,606	27,059	25,652	-	-	-	(82)	45,540	45,176
- Inter company sales	-	-	-	-	-	-	-	-	833	486	(833)	(486)	-	-
Total revenue	-	-	-	-	18,481	19,606	27,059	25,652	833	486	(833)	(568)	45,540	45,176
<b>Results:</b>														
Interest Income	1	17	39	19	56	29	39	36	-	-	-	-	135	101
Depreciation and amortisation	10	11	32	1	109	122	541	128	12	7	-	-	704	269
Segment profit/(loss)	(17,520)	(2,407)	(5,697)	1,121	870	1,745	932	407	(695)	(40)	20,919	15	(1,191)	841
<b>Assets :</b>														
<b>Segment assets</b>	235,867	232,046	109,407	109,377	46,815	45,355	49,082	38,579	30,599	39,361	(127,712)	(136,413)	344,058	328,305
<b>Segment liabilities</b>	227,704	202,077	65,433	71,132	27,146	26,503	42,722	36,104	84,814	84,738	(231,086)	(212,050)	216,732	208,504



## **DAMANSARA REALTY BERHAD (4030-D)**

### **A     UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE       FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2014 (CONT'D)**

#### **A9    VALUATIONS OF PROPERTY, PLANT AND EQUIPMENT**

The valuations of property, plant and equipment have been brought forward without amendments from the financial statements for the year ended 31 December 2013.

#### **A10   MATERIAL EVENTS SUBSEQUENT TO THE END OF THE INTERIM PERIOD**

On 6 March 2014, the company announced that it had received a notification letter from Johor Corporation ("JCorp") whereby DBhd was notified that Seaview Holdings Sdn Bhd ("Seaview") and JCorp and its relevant subsidiaries had entered into a conditional Share Sale Agreement for the acquisition by Seaview of 157,780,000 ordinary share of RM0.50 each in DBhd ("DBhd Shares(s)")("Sale Share(s)") representing approximately 51.0% of the issued and paid-up share capital of DBhd for a cash consideration of RM78,890,000 on the basis of RM0.50 per Sale Share ("SSA")("Acquisition").

On 24 April 2014, all the conditions precedent to the SSA have been fulfilled. Accordingly, the SSA has become unconditional on even date.

Pursuant to Section 218(2) of the Capital Market & Services Act, 2007 and Section 9(1), Part III of the Malaysian Code on Take-overs and Mergers, 2010 ("Code"), Seaview is obliged to extend an unconditional take-over offer for all the remaining DBhd Shares other than the Sale Shares to be held by Seaview and its persons acting in concert ("Offer Shares") for a cash offer price of RM0.50 per Offer Share ("Offer").

In accordance with Section 11 of the Code, on 24 April 2014, Kenanga Investment, on behalf of the Offeror, served the Notice on the Board of Directors of DBhd ("Board").

On 24 April 2014, the Board announced the receipt of the Notice.

In addition, the Board had on 25 April announced that it does not intend to seek an alternative person to make a take-over offer for the Offer Shares.

On 30 April 2014, DBhd had been notified by JCorp that the Acquisition had been completed on even date. As a result, Seaview now holds approximately 51.0% of the issued and paid-up share capital of DBhd.

On 15 May 2014, Kenanga Investment Bank Berhad on behalf of Seaview Holdings Sdn Bhd had issued the Offer Document to Shareholders in relation to the Mandatory General Offer to acquire the remaining shares in DBhd it does not own.

**DAMANSARA REALTY BERHAD (4030-D)**

**A UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER AND THREE MONTHS ENDED 31 MARCH 2014 (CONT'D)**

**A11 CHANGE IN THE COMPOSITION OF THE GROUP**

There were no changes in the Composition of the Group during the current quarter under review.

**A12 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS**

There were no changes in Contingent Liabilities or Contingent Assets during the current quarter under review.

**DAMANSARA REALTY BERHAD (4030-D)**

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014.**

**B1 REVIEW OF THE PERFORMANCE OF THE COMPANY AND ITS PRINCIPAL SUBSIDIARIES**

For the current cumulative quarter under review, the Group recorded a total revenue of RM45.5 million (2013: RM45.2 million) with a net loss of RM1.6 million (net profit of RM0.5 million in 2013).

The major factors affecting the financial performance of the Group in the current cumulative quarter are as follows:-

- 1 A reduction in other operating income from RM2.3 million in 1st quarter 2013 to RM0.6 million in 1st quarter 2014 mainly from recovery of long outstanding debts in 1st quarter 2013.
- 2 A lower gross profit margin of 17.87% in 1st quarter 2014 compared to 18.89% in 1st quarter 2013 mainly due to increased direct staff cost.

**B2 MATERIAL CHANGES IN THE QUARTERLY RESULTS COMPARED TO THE IMMEDIATE PRECEDING QUARTER**

For the current quarter under review, the Group recorded a loss before tax of RM1.19 million compared to the immediate preceding quarter's loss before tax of RM1.94 million.

The higher loss before tax in the preceding quarter was mainly due to:

- 1 Lower gross profit margin in immediate preceding quarter compared to current quarter.
- 2 Increased indirect staff cost in immediate preceding quarter.

## DAMANSARA REALTY BERHAD (4030-D)

### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D).

#### B3 CURRENT YEAR'S PROSPECTS

The Group is expected to maintain its performance in the current financial year due to following:

- 1 Revenue contribution from property development in current year compared to NIL in FY2013.
- 2 Higher contribution from property services activities.
- 3 However, there will be no material reversal of provisions in the current year compared to FY2013.

Shareholders should note that the prospects of the Company are also dependent on the plans of Seaview Holdings Sdn Bhd, the new controlling shareholder of DBHD. Seaview Holdings Sdn Bhd had made the following statements in their Offer Document which was dispatched to the shareholders of the Company on 15 May 2014:

*"The Acquisition was undertaken by the Offeror as part of its Investment plan and in view of its recognition of the earnings potential of the DBhd Group, in particular Metro Parking(M) Sdn Bhd. The Offeror and its Person Acting in Concert ("PAC") aims to grow the business of Metro Parking (M) Sdn Bhd by expanding its market reach outwards to the ASEAN region.*

*In addition, the Offeror and its PAC endeavour to utilize their expertise and experience in property development sector to further grow and expand the business of DBhd. The synergy consequent to the understanding of Johor property market and the state's current development of infrastructure needs, as both Seaview and DBhd are Johor-based companies, are expected to generate better yields and returns on investment to the Offeror and the Holders. The high growth potential in the Iskandar region is seen to be able to contribute positively to the earnings of DBhd and correspondingly enhance the value of the Offeror's investment in DBhd".*

**DAMANSARA REALTY BERHAD (4030-D)****B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D).****B4 PROFIT FORECAST/PROFIT GUARANTEE**

There were no changes in Profit forecast / profit guarantee during the current quarter under review.

**B5 INCOME TAX EXPENSE**

	<u>Individual quarter-4</u>		<u>Cumulative quarter-4</u>	
	<u>Current</u> <u>Year</u> <u>31-Mar-14</u> <i>RM'000</i>	<u>Preceding</u> <u>Year</u> <u>31-Mar-13</u> <i>RM'000</i>	<u>Current</u> <u>Year</u> <u>31-Mar-14</u> <i>RM'000</i>	<u>Preceding</u> <u>Year</u> <u>31-Mar-13</u> <i>RM'000</i>
Current tax	(367)	(301)	(367)	(301)
	<u>(367)</u>	<u>(301)</u>	<u>(367)</u>	<u>(301)</u>

**B6 STATUS OF CORPORATE PROPOSAL**

There were no changes in Corporate proposal during the current quarter under review.

**B7 BORROWINGS AND DEBT SECURITIES**

Group borrowings as at 31 March 2014 are as follows:

	<i>RM'000</i>
<b>Short term</b>	
Bank Overdraft (secured)	3,248
Term Loan (secured)	6,000
Advanced from shareholders of a subsidiary (unsecured)	1,805
Hire purchase (secured)	2,788
	<u>13,841</u>
<b>Long term</b>	
Term Loan (secured)	2,346
Hire purchase (secured)	5,902
	<u>8,248</u>

There was no debt securities issued as at 31 March 2014.

## **DAMANSARA REALTY BERHAD (4030-D)**

### **B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D).**

#### **B8 CHANGES IN MATERIAL LITIGATION**

Since the last quarter report ended 31 December 2013, the followings are the changes:

**a) Pembinaan Kota Laksamana (Melaka) Sdn Bhd & Anor. (v) DBhd & Anor.**

DBhd had on 18 September 2006 filed an application seeking damages for losses incurred due to the injunction taken out by Pembinaan Kota Laksamana (Melaka) Sdn Bhd ("PKL") restraining the sale of Regency Hotel (now known as Selesa Beach Resort Port Dickson) to Puteri Hotels Sdn Bhd. On 29 June 2011, the Senior Assistant Registrar of the High Court awarded a sum of RM13 million to be paid to DBhd with interest of 8% per annum from 30 September 2004 until date of full realization and the said decision was maintained by the High Court Judge. PKL had filed an appeal at the Court of Appeal and on 21 January 2014, the Court of Appeal allowed the appeal with costs. DBhd has instructed its solicitors to file an application for leave to appeal at the Federal Court.

**b) Suit relating to Property Development Agreement**

Pursuant to a Property Development Agreement dated 7 January 1993 ("the PDA"), Bungsar Hill Holdings Sdn. Bhd. ("BHH") and Editry Sdn. Bhd. ("ESB"), two subsidiaries of Selangor Properties Berhad granted rights to the Company to develop approximately 15 acres of land adjacent to the Damansara Town Centre ("DTC") Complex in Damansara Heights, Kuala Lumpur ("the Development Land"). Part of the Development Land was compulsory acquired for the construction of Sprint Highway and the Company had filed an objection with the Land Administrator over its dissatisfaction on the decision of the Land Administrator in respect of the compensation payable to the Company. The objections have been referred to the High Court and pending resolution of the matter, the compensation monies (RM6,856,597.50 for suit No. S3(S1)-21-90-2001 and RM425,505.00 for suit No. S4-15-13-20013) have been deposited into the High Court.

On 15 November 2010, the High Court had ordered for the case to be transferred and heard together with another suit filed by the Company against BHH and ESB for breaches of the PDA in relation to their disregard of the Company's interest in the Development Land. However, on 19 October 2011, the case pertaining to the breaches of PDA had been struck out with costs.

BHH has filed an application for release of the compensation monies which have been deposited into Court and claimed for an interest accrued thereof. On 30 April 2013, the Court has allowed BHH's application in respect of release of the monies whereby the compensation monies to be released and paid solely and exclusively to BHH. On 8 October 2013, the Company's solicitors informed that the Court has allowed BHH's application for interest as follows:-

- i) Pre Judgment interest on the sum of RM6,856,597.50 from 8.7.2002 until 30.4.2013 at the rate of 8% per annum and Post Judgment interest on the sum of RM6,856,597.50 from 1.5.2013 until date of payment by the Company at the rate of 5% per annum.

## **DAMANSARA REALTY BERHAD (4030-D)**

### **B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D).**

#### **B8 CHANGES IN MATERIAL LITIGATION (CONT'D)**

##### **b) Suit relating to Property Development Agreement (Cont'd)**

- ii) Pre Judgment interest on the sum of RM425,505.00 from 22.11.2007 until 30.4.2013 at the rate of 8% per annum and Post Judgment interest on the sum of RM425,505.00 from 1.5.2013 until date of payment by the Company at the rate of 5% per annum.

The above decision was made by the Senior Assistant Registrar of the High Court and the Company's solicitors has filed an appeal against the said decision to the Judge in Chambers. The hearing date for the appeal has yet to be fixed.

##### **c) Bungsar Hill Holdings Sdn Bhd & Anor. (v) DBhd**

Bungsar Hill has filed a suit against the Company claiming for unpaid Quit Rent and Assessment under the PDA. On 14 September 2011, the Court recorded judgement whereby the Company is obligated to pay the quit rent and assessment, the amount of which is to be assessed by the Court. On 3.4.2014, the Court has allowed the Plaintiff's claim for a sum of RM2.4 million with interest of 8% p.a. from 13.2.2007 until the date of settlement with costs to be taxed.

##### **d) DBhd & Anor. (v) Ibsul Holdings Sdn Bhd**

The Company and TASB had filed a summons against Ibsul Holdings Sdn Bhd ("IHSB") claiming a sum of RM3.6 million being the balance progress claim submitted to IHSB under the subcontract for Jelutong project which was terminated in April 2006. On 18 July 2012, the Court had dismissed DBhd's application for summary judgement with costs. The trial of the matter has been fixed on 26 & 27 June 2014.

##### **e) Healthcare Technical Services Sdn Bhd ("HTS") (v) Cheah Ming Yew**

A subsidiary of the Company, Healthcare Technical Services Sdn Bhd ("HTS"), had on 28 April 2014 been served with a winding-up petition from Cheah Ming Yew (T/A DC David Architect) ("the Petitioner"). The Petitioner was engaged by HTS as the Architectural Consultant for a Proposed Development on part of Lot No. PTD 104984 within Taman Damansara Aliff, Johor Bahru for KFC Holdings (Malaysia) Bhd ("the Project"). The Petitioner claiming for a sum of RM63,604.27 being the outstanding balance of their invoices for services rendered on the Project. The hearing of the petition has been fixed on 11 July 2014. HTS has on 5.5.2014 forwarded a cheque for a sum of RM63,604.27 to the Company's solicitors as full settlement of the matter and currently taking the necessary steps for the petition to be withdrawn .

#### **B9 DIVIDEND**

The Directors did not recommend any dividend for the current quarter under review.

**DAMANSARA REALTY BERHAD (4030-D)**

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENT FOR THE FIRST QUARTER AND THREE MONTH ENDED 31 MARCH 2014 (CONT'D).**

**B10 EARNINGS PER SHARE ("EPS")**

	<u>Cumulative 3 months</u>	
	<b>Current Quarter 31-Mar-14</b>	<b>Preceding Year Quarter 31-Mar-13</b>
<b>a) Basic EPS</b>		
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(1,317)	349
Weighted average number of ordinary shares in issue ('000)	309,371	309,371
Basic earnings per ordinary share (sen)	(0.43)	0.11

Basic earnings per share is calculated by dividing the net profit/(loss) for the quarter by the weighted average number of ordinary shares in issue during the current quarter under review.

**b) Diluted EPS**

Diluted earnings per share is calculated by dividing the net profit/(loss) for the quarter by the weighted average number of ordinary shares in issue after taking into consideration all dilutive potential ordinary shares in issue. Diluted earnings per share is not applicable.

**BY ORDER OF THE BOARD**

**JAMALLUDIN BIN KALAM [LS 0002710]  
HASLINDA BINTI MD NOR @ MOHD NOAH [LS 0005697]  
Secretary  
Johor Bahru  
19 May 2014**