

(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED  
31 DECEMBER 2014**

**Consolidated Statement of Comprehensive Income**

	Individual		Cumulative	
	Current year 31-Dec-2014 RM'000	Preceding year 31-Dec-2013 RM'000	Current year 31-Dec-2014 RM'000	Preceding year 31-Dec-2013 RM'000
Revenue	61,469	47,763	198,614	184,254
Cost of sales	(45,139)	(40,979)	(157,529)	(153,210)
Gross profit	16,330	6,784	41,085	31,044
Interest income	206	466	562	838
Other income	1,956	1,539	4,606	21,478
Depreciation	(564)	(861)	(1,642)	(1,810)
Employee benefits expense	(2,059)	(5,061)	(13,030)	(18,345)
Other operating expenses	(10,734)	(6,019)	(23,642)	(16,849)
<b>Operating profit/(loss)</b>	<b>5,135</b>	<b>(3,152)</b>	<b>7,939</b>	<b>16,356</b>
Finance cost	(2,311)	1,215	(9,163)	(6,155)
<b>Profit/(Loss) before tax</b>	<b>2,824</b>	<b>(1,937)</b>	<b>(1,224)</b>	<b>10,201</b>
Income tax expenses	(2,366)	74	(3,281)	(1,251)
<b>Profit/(Loss) for the period</b>	<b>458</b>	<b>(1,863)</b>	<b>(4,505)</b>	<b>8,950</b>
<b>Other comprehensive income, net of tax</b>				
Foreign currency translation differences for foreign operations	149	(1,159)	31	(687)
<b>Total comprehensive income for the year</b>	<b>607</b>	<b>(3,022)</b>	<b>(4,474)</b>	<b>8,263</b>
<b>Profit/(Loss) Attributable to:</b>				
Owners of the parent	(855)	(1,006)	(6,080)	9,335
Non-controlling interests	1,313	(857)	1,575	(385)
	<b>458</b>	<b>(1,863)</b>	<b>(4,505)</b>	<b>8,950</b>
<b>Comprehensive income Attributable to:</b>				
Equity holders of the Company	(1,030)	(2,057)	(6,111)	8,756
Non-controlling interests	1,637	(965)	1,637	(493)
	<b>607</b>	<b>(3,022)</b>	<b>(4,474)</b>	<b>8,263</b>
<b>Earnings per share attributable to owners of the parents:</b>				
Basic earnings per share (sen)	(0.28)	(0.33)	(1.97)	3.02
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.



(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED  
31 DECEMBER 2014**

**Consolidated Statement of Comprehensive Income**

	Individual		Cumulative	
	Current year 31-Dec-14 RM'000	Preceding year 31-Dec-13 RM'000	Current year 31-Dec-14 RM'000	Preceding year 31-Dec-13 RM'000
Profit/(Loss) For The Period	458	(1,863)	(4,505)	8,950
Other Comprehensive Income/(Loss) For The Period, Net Of Income Tax	149	(1,159)	31	(687)
<b>Total Comprehensive Income For The Period, Net Of Income Tax</b>	<b>607</b>	<b>(3,022)</b>	<b>(4,474)</b>	<b>8,263</b>
Total Comprehensive Income Attributable To:				
Owners of the Company	(1,030)	(2,057)	(6,111)	8,756
Non-controlling interests	1,637	(965)	1,637	(493)
	<b>607</b>	<b>(3,022)</b>	<b>(4,474)</b>	<b>8,263</b>

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

Interest Income	206	466	562	838
Other Income Including Investment Income	1,956	1,539	4,606	21,478
Interest Expenses	(2,311)	1,215	(9,163)	(6,155)
Depreciation and Amortization	(564)	(861)	(1,642)	(1,810)
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	N/A	N/A	N/A	N/A

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**  
**As at 31 December 2014**

	<b>Unaudited</b>	<b>Audited</b>
	<b>31-Dec-2014</b>	<b>31-Dec-2013</b>
	<i>RM'000</i>	<i>RM'000</i>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	25,637	22,465
Land held for property development	205,020	195,208
Investment properties	4,971	5,710
Investment in associates*	-	-
Deferred tax assets	369	539
Other investments	101	101
Goodwill on consolidation	1,409	1,409
	<b>237,507</b>	<b>225,432</b>
<b>Current assets</b>		
Property development costs	10,805	22,182
Inventories	1,641	1,979
Trade receivables and other receivables	47,420	57,087
Other current assets	3,334	2,691
Cash and bank balances	49,214	38,509
	<b>112,414</b>	<b>122,448</b>
<b>TOTAL ASSETS</b>	<b>349,921</b>	<b>347,880</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Current liabilities</b>		
Provisions	3,456	3,456
Loans and borrowings	16,810	12,561
Trade and other payables	102,038	97,233
	<b>122,304</b>	<b>113,250</b>
<b>Net current assets</b>	<b>(9,890)</b>	<b>9,198</b>
<b>Non-current liabilities</b>		
Loans and borrowings	6,330	9,290
Deferred tax liabilities	421	678
Trade and other payables	93,680	95,777
	<b>100,431</b>	<b>105,745</b>
<b>Total Liabilities</b>	<b>222,735</b>	<b>218,995</b>
<b>Net assets</b>	<b>127,186</b>	<b>128,885</b>
<b>Equity attributable to owners of the parent</b>		
Share capital	154,685	154,685
Share premium	156	156
Accumulated losses	(17,098)	(9,853)
Merger Reserve	(18,568)	(18,568)
Capital reserve	85	85
Exchange reserve	(527)	(496)
Shareholders' equity	<b>118,733</b>	<b>126,009</b>
Non-controlling interests	8,453	2,876
<b>Total equity</b>	<b>127,186</b>	<b>128,885</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>349,921</b>	<b>347,880</b>
<b>Net Assets Attributable to Owners of the Company</b>	<b>127,186</b>	<b>128,885</b>
<b>Net Assets Per Share Attributable to Owners of the Company (RM)</b>	<b>0.384</b>	<b>0.407</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 cash flows**  
**For the financial year ended 31 December 2014**

	<b>12 months ended 31-Dec-2014 RM'000</b>	<b>12 months ended 31-Dec-2013 RM'000</b>
<b>Cash flow from operating activities</b>		
Receipt from customers	192,773	206,119
Unrealised profit/(loss) on foreign exchange	-	-
Payment to creditors and employees	(173,245)	(194,776)
Cash generated from operation	19,528	11,343
Tax (paid) / refunded	(2,190)	(1,014)
Interest expenses paid	(837)	(6,155)
Net cash generated from operating activities	16,501	4,174
<b>Cash flow from investing activity</b>		
Purchase of property, plant and equipment	(7,351)	(3,127)
Proceed from disposal of property, plant and equipment	-	805
Interest income received	332	838
Net cash used in investing activities	(7,019)	(1,484)
<b>Cash flow from financing activities</b>		
Repayment to a non-controlling shareholder	-	1,956
Net drawdown/repayment of obligations under finance leases	(1,621)	3,107
Net of drawdown/repayment of loan & borrowings	2,844	-
Net cash used in financing activities	1,223	5,063
<b>Increase/(decrease) in cash and cash equivalents</b>	<b>10,705</b>	<b>7,753</b>
Cash and cash equivalents as at 1 January	38,509	30,756
<b>Cash and cash equivalents as at 31 December</b>	<b>49,214</b>	<b>38,509</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 FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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 December 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
- Amendments to MFRS 10, MFRS 12 and MFRS 127
- 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  
FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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 was 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 UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2014 (CONT'D)

## A8 SEGMENTAL INFORMATION

	PROPERTY DEVELOPMENT		CONSTRUCTION CONTRACTS		PROPERTY SERVICES		PARKING		OTHERS		ADJUSTMENTS AND ELIMINATIONS		PER CONSOLIDATED	
	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-13	31-Dec-14	31-Dec-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	10,291	-	-	-	71,651	79,500	116,672	104,754	-	-	-	-	198,614	184,254
- Inter company sales	-	-	233	-	-	-	-	-	1,468	2,590	(1,701)	(2,590)	-	-
Total revenue	10,291	-	233	-	71,651	79,500	116,672	104,754	1,468	2,590	(1,701)	(2,590)	198,614	184,254
<b>Results:</b>														
Interest Income	122	83	201	74	159	362	80	319	-	-	-	-	562	838
Depreciation and amortisation	41	45	193	142	497	472	873	1,106	38	45	-	-	1,642	1,810
Segment profit/(loss)	(2,151)	(6,686)	(7,147)	12,481	4,701	3,784	3,551	2,142	139	(8,161)	(317)	6,640	(1,224)	10,200
<b>Assets :</b>														
Segment assets	232,170	255,763	109,115	117,575	49,217	44,819	49,371	46,700	30,706	31,188	(120,658)	(148,100)	349,921	347,945
Segment liabilities	223,184	230,072	71,240	67,969	26,308	25,910	42,546	41,055	85,103	84,686	(225,646)	(230,633)	222,735	219,059



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

**A UNAUDITED REPORT FOR THE INTERIM FINANCIAL REPORT FOR THE FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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**

There were no material events subsequent to the end of the interim period that has not been reflected in the financial statements for the current quarter under review.

**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 REQUIREMENTS FOR THE FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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 RM 198.61 million (2013 : RM 184.25 million ) with a net loss of RM 4.50 million (2013 : net profit RM 8.95 million ).

The cumulative quarter revenue is 7.79% higher due to revenue recognition from property development of RM 10.29 million (2013 : NIL ). The group recorded loss after tax of RM 4.50 million as compared to profit RM 8.95 million in the previous year. Profit recorded in the previous year was mainly due to other income RM16.6 million arising from one off bad debt recovery.

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

For the current quarter under review, the Group recorded a profit after tax of RM 0.46 million as compared to the immediate preceding quarter's loss after tax of RM 2.22 million.

The higher profit after tax in the current quarter was mainly due to revenue recognition from property development.

**B3 CURRENT YEAR'S PROSPECTS**

The Group is expected to maintain satisfactory performance in the current financial year due to followings:

- 1 Revenue contribution from property development in current year .
- 2 Higher contribution from property services activities.
- 3 Expansion of potential business in the current year. The Company is looking for possible area of joint venture, new intake of car parking and expansion of vendorship program.

**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-Dec-14</u> <u>RM'000</u>	<u>Preceding</u> <u>Year</u> <u>31-Dec-13</u> <u>RM'000</u>	<u>Current</u> <u>Year</u> <u>31-Dec-14</u> <u>RM'000</u>	<u>Preceding</u> <u>Year</u> <u>31-Dec-13</u> <u>RM'000</u>
Current tax	(2,366)	74	(3,281)	(1,251)
	<u>(2,366)</u>	<u>74</u>	<u>(3,281)</u>	<u>(1,251)</u>

## DAMANSARA REALTY BERHAD (4030-D)

### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTH ENDED 31 DECEMBER 2014 (CONT'D).

#### 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 December 2014 are as follows:

	<i>RM'000</i>
<b>Short term</b>	
Bank Overdraft (secured)	3,145
Term Loan (secured)	1,089
Advanced from shareholders of a subsidiary (unsecured)	1,856
Advanced from shareholders (unsecured)	8,037
Hire purchase (secured)	2,683
	<hr/>
	16,810
	<hr/>
<b>Long term</b>	
Term Loan (secured)	1,436
Hire purchase (secured)	4,895
	<hr/>
	6,330
	<hr/>

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

#### B8 CHANGES IN MATERIAL LITIGATION

Since the last quarter report ended 30 September 2014, 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.

DBhd's application for leave to appeal initially was fixed for hearing on 7 July 2014, but was postponed to 30 September 2014.

On 30 September 2014, BPD has filed a Notice of Motion to Discharge themselves from representing DBhd and the court gave an Order in Terms. Applicant's representative attended the hearing on behalf of the applicant and request for an adjournment of the matter to enable the applicant to appoint new solicitors. Federal Court fixed the matter for Case Management on 7 November 2014.

Court brought forward the case management date to 29 October 2014. On 29 October 2014, matter fixed for case management. Court fixed another case management date on 27 November 2014 to enable the applicant to appoint new solicitors.

27 November 2014, matter fixed for case management. Court fixed final case management on 30 December 2014 to enable applicant to appoint new solicitors.

On 30 December 2014, Messrs Richard Lee appeared on our behalf for the case management. Court fixed further case management date on 11 February 2015.

On 11 February 2015, Federal Court registrar fixed the matter for hearing, scheduled on 27 May 2015.

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTH ENDED 31 DECEMBER 2014 (CONT'D).**

**B8 CHANGES IN MATERIAL LITIGATION (Cont'd)**

**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 Edity 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 July 2002 until 30 April 2013 at the rate of 8% per annum and Post Judgment interest on the sum of RM6,856,597.50 from 1 May 2013 until date of payment by the Company at the rate of 5% per annum.
- ii) Pre Judgment interest on the sum of RM425,505.00 from 22 November 2007 until 30 April 2013 at the rate of 8% per annum and Post Judgment interest on the sum of RM425,505.00 from 1 May 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 "SAR" of the High Court and the Company's solicitors has filed an appeal against the said decision to the Judge in Chambers. Matter was fixed for case management on 16 August 2014 to enable DBhd's solicitors to obtain the grounds of SAR's decision.

On 26 May 2014, BHH's solicitors issued a 218 notice for the judgment sum against DBhd. On 16 June 2014, DBhd, through its solicitors obtained an ex-parte injunction order, restraining BHH from presenting the winding up petition. BHH subsequently filed an application to set aside the said injunction. Both applications were heard on and the court later fixed decision for the two application on 4 July 2014, whereby the court decided that the 218 notice filed was null and void, and made a final order restraining BHH from filing a winding up petition together with total cost of RM8,000. BHH's solicitors later gave an undertaking not to enforce the judgment obtained by any other means pending disposal of DBhd's appeal (which was earlier fixed on 16 August 2014, now postponed to 12 September 2014). Parties were directed to file their submissions by 29 August 2014. It was learnt that BHH has instructed their solicitors to file an appeal against the decision given on 4 July 2014. Date for the hearing of the appeal yet to be obtained.

**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTH ENDED 31 DECEMBER 2014 (CONT'D).**

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

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

Court of Chamber fixed the date for appeal on 9 September 2014 at 2.30pm on BHH's appeal against the injunction, nullification of their 218 notice and dismissal of their application to set aside the ex parte injunction (ENCLOSURES 3, 1 & 9), but later was postponed to 12 September 2014.

On 12 September 2014, BHH's counsel applied for postponement on grounds that they need their client's instruction whether the government has paid 2% interest already, and whether to discontinue action against DBhd. We did not object to the postponement as we still have the injunction and undertaking from BHH's solicitors, DBhd is not prejudiced in any way. Next hearing date is 15 October 2014.

14 October 2014, matter fixed for case management of 3 appeals by BHH's solicitors. Our solicitors pointed out that the appeals are not in order. Due to the record of appeal was filed and serve out of time, notes of evidence not included, initial orders were not included, BHH solicitors yet to file motion to consolidate the appeals. The Deputy Registrar fixed another date for case management to 13 November 2014.

15 October 2014, matter fixed for hearing before judge in chambers. Our solicitors objected to the affidavit by BHH and request for the same to be expunged, but the Judicial Commissioner allowed the affidavit to remain on record, but adjourned the hearing to 31 October 2014 for us to file an affidavit in reply to BHH on or before 29 October 2014.

On 31 October 2014, the matters were argued extensively. The Judge then fixed the issue of costs pursuant to BHH's appeals for hearing on 2 December 2014. The judge will also deliver his decision on both the interest and costs issues on the same date.

On 13 November 2014, during case management, the deputy registrar fixed the matter for further case management on 3 December 2014, whereby BHH is to file for motion to consolidate the 3 appeals (nullification of 218 notice, injunction granted to DBhd and dismissal of their injunction setting aside application). Appeal is fixed for hearing on 4 March 2015, and written submissions to be filed on 18 February 2015.

On 2 December 2014, the Judicial Commissioner delivered judgment on the appeal as follows:-

- a) DBhd to pay BHH pre judgment interest at 3% per annum on principle sum of RM6,856,597.80 from 10 July 2002 to 30 April 2013;
- b) DBhd to pay BHH post judgment interest at 5% per annum on the sum of RM7,659,101.18 from 1 May 2013 to 21 October 2013;
- c) DBhd to pay cost of RM40,000 to BHH;
- d) BHH to be paid interest of 2% per annum on the sum of RM7,659,101.18 and also interest of 2% per annum on RM425,505 (by Ministry of Finance).

DBhd to pay BHH a total of RM2,445,518.26 (cost factored into the amount). All in there is a reduction of approximately RM3,884,464.33 (RM6,289,982.59 – RM2,405,518.26). DBhd instructed its solicitor to appeal on part of the Judicial Commissioner's decision not in favour of DBhd (items a, b and c above)

On BHH's proposed consolidated appeals, court fixed the matter for case management on 21 January 2015 as BHH's counsel is awaiting their client's instruction whether to proceed with the appeal or otherwise, as the decision given on 2 December 2014 may render their appeal nugatory.

Our appeal against decision of the Learned Judicial Commissioner was filed on 29 December 2014.

On 21 January 2015, BHH's solicitors withdraw their consolidated appeals with no order as to costs.

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

### **B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTH ENDED 31 DECEMBER 2014 (CONT'D).**

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

##### **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 April 2014, the Court has allowed the Plaintiff's claim for a sum of RM2.4 million with interest of 8% p.a. from 13 February 2007 until the date of settlement with costs to be taxed.

DBhd was served with a 218 notice and due to shortage of time, and based on the advise by DBhd's solicitors, paid the total amount of RM3,866,198.80 (judgment sum plus interest) while reserving DBhd's rights against the judgment. DBhd through its solicitors currently planning for recovery of the sum via appropriate channel. DBhd's solicitor has revert on their opinion with regards to the case.

##### **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 initially fixed on 26 and 27 June 2014 but later was postponed to 25 and 26 September 2014.

The above trial date has been vacated by the court as the judge is away for conference. Court fixed 17 November 2014 for case management, and 15th and 16th January 2015 as a tentative trial date. - On 7 January 2015, matter fixed for final case management to give parties opportunities to settle outside court prior trial, but no settlement proposal received todate.

Trial did not proceed on 7 January 2015 as the main witness is on medical leave. Court postponed the trial to 10 February 2015, 16 February 2015 and 17 February 2015.

Trial date on 10 February 2015 was vacated by the court. Trial resume on 16 February 2015 where our witness was called for Examination in Chief. Court then on request of the solicitors, adjourned the hearing to 31 March 2015 for cross examination. Initial trial date of 17 February 2015 is now vacated.

#### **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 REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTH ENDED 31 DECEMBER 2014 (CONT'D).**

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

	<u>Cumulative 12 months</u>	
	<u>Current Quarter</u>	<u>Preceding Year Quarter</u>
<b>a) Basic EPS</b>	<b>31-Dec-14</b>	<b>31-Dec-13</b>
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(6,080)	9,335
Weighted average number of ordinary shares in issue ('000)	309,371	309,371
Basic earnings per ordinary share (sen)	(1.97)	3.02

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**

**AHMAD FAISAL BIN ABDUL KARIM [MAICSA 7045851]  
JAMALLUDIN BIN KALAM [LS 0002710]  
HASLINDA BINTI MD NOR @ MOHD NOAH [LS 0005697]**

**Secretary**

Johor Bahru  
15 April 2015