



(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2015**

Consolidated Statement of Comprehensive Income

	Individual		Cumulative	
	Current year 30-Sep-2015 RM'000	Preceding year (Restated) 30-Sep-2014 RM'000	Current year 30-Sep-2015 RM'000	Preceding year (Restated) 30-Sep-2014 RM'000
Revenue	50,629	46,278	154,208	147,436
Cost of sales	(39,836)	(37,570)	(118,096)	(116,283)
Gross profit	10,793	8,708	36,112	31,153
Interest income	153	103	390	356
Other income	539	1,069	4,544	2,650
Depreciation	(844)	(366)	(1,935)	(1,078)
Employee benefits expense	(5,721)	(3,182)	(17,263)	(10,970)
Other operating expenses	(4,562)	(5,369)	(12,825)	(12,908)
Operating profit/(loss)	358	963	9,023	9,203
Finance cost	(2,386)	(2,298)	(7,125)	(6,852)
Profit/(Loss) before tax	(2,028)	(1,335)	1,898	2,351
Income tax expenses	(2,215)	(418)	(4,555)	(2,513)
Profit/(Loss) for the period	(4,243)	(1,753)	(2,657)	(162)
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operations	226	295	353	(118)
Total comprehensive income for the year	(4,017)	(1,458)	(2,304)	(280)
Profit/(Loss) Attributable to:				
Owners of the parent	(4,164)	(2,078)	(3,984)	(425)
Non-controlling interests	(79)	325	1,327	263
	(4,243)	(1,753)	(2,657)	(162)
Comprehensive income Attributable to:				
Equity holders of the Company	(3,938)	(2,493)	(3,631)	(426)
Non-controlling interests	(79)	1,035	1,327	146
	(4,017)	(1,458)	(2,304)	(280)
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	(2.54)	(0.67)	(1.29)	(0.14)
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 2014 and the accompanying explanatory notes attached to this report.



(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED
30 SEPTEMBER 2015**

Consolidated Statement of Comprehensive Income

	Individual		Cumulative	
	Current year 30-Sep-2015 RM'000	Preceding year (Restated) 30-Sep-2014 RM'000	Current year 30-Sep-2015 RM'000	Preceding year (Restated) 30-Sep-2014 RM'000
Profit/(Loss) For The Period	(4,243)	(1,753)	(2,657)	(162)
Other Comprehensive Income/(Loss) For The Period, Net Of Income Tax	226	295	353	(118)
Total Comprehensive Income For The Period, Net Of Income Tax	(4,017)	(1,458)	(2,304)	(280)
Total Comprehensive Income Attributable To:				
Owners of the Company	(4,164)	(2,078)	(3,984)	(425)
Non-controlling interests	(79)	325	1,327	263
	(4,243)	(1,753)	(2,657)	(162)

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

Interest Income	153	103	390	356
Other Income Including Investment Income	539	1,069	4,544	2,650
Interest Expenses	(2,386)	(2,298)	(7,125)	(6,852)
Depreciation and Amortization	(844)	(366)	(1,935)	(1,078)
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

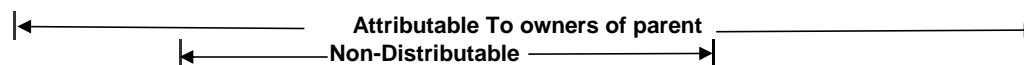
The Condensed Consolidated Income Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this report.

Damansara Realty Berhad (4030-D)
Condensed Consolidated Statement of Financial Position
As at 30 September 2015

	Unaudited 30-Sep-2015 <i>RM'000</i>	Audited 31-Dec-2014 <i>RM'000</i>
ASSETS		
Non-current assets		
Property, plant and equipment	25,388	25,636
Land held for property development	209,872	205,020
Investment properties	4,698	4,971
Deferred tax assets	532	369
Other investments	101	101
Goodwill on consolidation	1,409	1,409
	242,000	237,506
Current assets		
Property development costs	5,785	10,807
Inventories	1,709	1,641
Trade receivables and other receivables	54,926	46,844
Other current assets	2,691	3,334
Cash and bank balances	40,585	49,214
	105,696	111,840
TOTAL ASSETS	347,696	349,346
EQUITY AND LIABILITIES		
Current liabilities		
Provisions	31	3,456
Loans and borrowings	15,135	16,859
Trade and other payables	93,285	92,473
	108,451	112,788
Net current assets / (liabilities)	(2,755)	(948)
Non-current liabilities		
Loans and borrowings	5,337	6,371
Deferred tax liabilities	414	420
Trade and other payables	109,557	103,173
	115,308	109,964
Total Liabilities	223,759	222,752
Net assets	123,937	126,594
Equity attributable to owners of the parent		
Share capital	154,685	154,685
Share premium	156	156
Accumulated losses	(20,418)	(16,787)
Merger Reserve	(18,568)	(18,568)
Capital reserve	85	85
Exchange reserve	(812)	(459)
Shareholders' equity	115,128	119,112
Non-controlling interests	8,809	7,482
Total equity	123,937	126,594
TOTAL EQUITY AND LIABILITIES	347,696	349,346
Net Assets Per Share Attributable to Owners of the Company (RM)	0.372	0.385

The Consolidated Statement of Financial Position should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this report.

Damansara Realty Berhad (4030-D)
Condensed consolidated statement of changes in equity
For the financial period ended 30 September 2015



	Equity Total RM'000	Equity attributable to owners of the parent Total RM'000	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Merger Reserve RM'000	Exchange Reserve RM'000	Accumulated losses RM'000	Non- controlling interest RM'000
2015									
Opening balance at 1 January 2015	126,594	119,112	154,685	156	85	(18,568)	(459)	(16,787)	7,482
Total comprehensive income	(2,657)	(3,984)	-	-	-	-	(353)	(3,631)	1,327
Dividend to non-controlling interest	-	-	-	-	-	-	-	-	-
Closing balance at 30 September 2015	123,937	115,128	154,685	156	85	(18,568)	(812)	(20,418)	8,809
2014 (Restated)									
Opening balance at 1 January 2014	131,248	128,372	154,685	156	85	(18,568)	(496)	(7,490)	2,876
Total comprehensive income	(237)	(499)	-	-	-	-	(73)	(426)	263
Closing balance at 30 September 2014	131,011	127,873	154,685	156	85	(18,568)	(569)	(7,916)	3,139

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 2014 and the accompanying explanatory notes attached to this report.

Damansara Realty Berhad (4030-D)
Condensed Consolidated Statement of cash flows
For the financial period ended 30 September 2015

	9 months ended 30-Sep-2015 <i>RM'000</i>	9 months ended (Restated) 30-Sep-2014 <i>RM'000</i>
Cash flow from operating activities		
Receipt from customers	140,130	146,832
Payment to creditors and employees	(134,073)	(133,598)
Cash generated from operation	6,057	13,234
Tax (paid) / refunded	(7,893)	(1,696)
Interest expenses paid	(628)	(800)
Net cash generated from operating activities	(2,464)	10,738
Cash flow from investing activity		
Purchase of property, plant and equipment	(331)	(7,266)
Interest income received	254	309
Net cash used in investing activities	(77)	(6,957)
Cash flow from financing activities		
Net drawdown/repayment of obligations under finance leases	(2,515)	(1,602)
Net of drawdown/repayment of loan & borrowings	(3,573)	3,032
Net cash used in financing activities	(6,088)	1,430
Increase/(decrease) in cash and cash equivalents	(8,629)	5,211
Cash and cash equivalents as at 1 January	49,214	38,509
Cash and cash equivalents as at 30 September	40,585	43,720

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this report.

DAMANSARA REALTY BERHAD (4030-D)

A UNAUDITED REPORT FOR THE INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2015

A1 BASIS OF PREPARATION

On 1 January 2014, the Group and the Company had opted to change its financial reporting framework in the preparation of their financial statements from MFRS to FRS and defer the adoption of the MFRS Framework as the Company falls within the scope definition of Transitioning Entities during the year.

This interim financial report have been reviewed by the Company's external auditors as directed by Bursa Malaysia vide its letter 29 July 2015.

This interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statement should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2014. The 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 financial year ended 31 December 2014.

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's and the Company's financial statements are disclosed below. The Group and the Company intend to adopt these standards, if applicable, when they become effective.

- Amendments to FRS 119: Defined Benefit Plans: Employee Contributions
- Annual Improvements to FRSS 2010–2012 Cycle
- Annual Improvements to FRSS 2011–2013 Cycle
- Amendments to FRS 116 and FRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation
- Amendments to FRS 11: Accounting for Acquisitions of Interests in Joint Operations
- Amendments to FRS 127: Equity Method in Separate Financial Statements
- FRS 14: Regulatory Deferral Accounts
- Amendments to FRS 116 and FRS 141: Agriculture: Bearer Plants
- FRS 15: Revenue from Contracts with Customers
- FRS 9: Financial Instruments

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework").

The MFRS Framework 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 that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called 'Transitioning Entities').

Transitioning Entities within the scope of MFRS 141, and those within the scope of IC 15 will be mandatorily required to adopt the MFRS Framework for annual periods beginning on or after 1 January 2016 and 1 January 2017 respectively.

DAMANSARA REALTY BERHAD (4030-D)

A UNAUDITED REPORT FOR THE INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2015 (CONT'D)

A2 AUDITORS' REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2014 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 STATEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTMEBER 2015 (CONT'D)

A8 SEGMENTAL INFORMATION

	PROPERTY DEVELOPMENT		CONSTRUCTION CONTRACTS		PROPERTY SERVICES		PARKING		OTHERS		ADJUSTMENTS AND ELIMINATIONS		PER CONSOLIDATED	
	30-Sep-15	30/09/2014 (Restated)	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14	30-Sep-15	30/09/2014 (Restated)
	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
Revenue:														
- External sales	13,273	10,291	-	-	52,370	52,624	88,565	84,521	-	-	-	-	154,208	147,436
- Inter company sales	-	-	-	1,410	-	-	-	-	368	1,480	(368)	(2,890)	-	-
Total revenue	13,273	10,291	-	1,410	52,370	52,624	88,565	84,521	368	1,480	(368)	(2,890)	154,208	147,436
Results:														
Interest Income	90	107	206	119	70	101	24	29	-	-	-	-	390	356
Depreciation and amortisation	14	31	440	88	401	323	1,055	607	25	29	-	-	1,935	1,078
Segment profit/(loss)	4,593	(14,858)	(9,121)	(7,702)	3,945	2,470	2,683	2,752	(190)	(1,304)	(12)	20,993	1,898	2,351
Assets :														
Segment assets	229,700	288,463	101,221	111,774	51,749	45,173	50,815	51,791	30,631	30,678	(116,420)	(119,748)	347,696	408,131
Segment liabilities	218,982	306,138	72,467	69,805	25,833	23,644	40,297	44,630	85,218	85,479	(219,038)	(223,315)	223,759	306,381

DAMANSARA REALTY BERHAD (4030-D)**A UNAUDITED REPORT FOR THE INTERIM FINANCIAL STATEMENT FOR THE THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2015 (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 2014.

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 changes in the Composition of the Group preceding year as follows:

	Preceding year 30-Sep-14 RM'000	Adjustment RM'000	Restated Preceding year 30-Sep-14 RM'000
Statement of Comprehensive Income as at 30 September 2014			
Revenue	137,145	10,291	147,436
Cost of sales	(112,390)	(3,893)	(116,283)
Income tax expense	(914)	(1,599)	(2,513)
Statement of Financial Position as at 30 September 2014			
Property development cost	4,794	(3,894)	900
Trade receivables and other receivables	59,427	10,291	69,718
Trade and other payables	91,119	1,599	92,718
Accumulated losses	15,078	(4,799)	10,279

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 THIRD QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2015.****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 RM154.21 million compared to RM147.44 million in 2014 with a net loss of RM2.66 million against RM0.16 million in 2014.

The cumulative quarter revenue is 4.59% higher due to revenue recognition from property development of RM13.27 million (2014 : RM 10.29 million). The group loss after tax is higher mainly due to increase in employee benefit from RM10.97 million in 2014 to RM17.26 million in 2015 and increase in depreciation from RM1.1 million in 2014 to RM1.9 million in 2015.

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

For the current quarter under review, the Group recorded a loss after tax of RM4.2 million as compared to the immediate preceding quarter's loss after tax of RM3.7 million. Higher loss in current quarter was mainly due to adjustment for under provision of tax in previous quarter.

B3 CURRENT YEAR'S PROSPECTS

The Group is expected to achieve a moderate performance in the current financial year. Year to date losses will be mitigated by the recognition of revenue from the following sources:-

- 1 Sales of property in Taman Damansara Aliff by Damansara Realty (Johor) Sdn Bhd (100% completion) and sale of property in Bandar Damansara Kuantan by Damansara Realty (Pahang) Sdn Bhd (30% completion).
- 2 Contribution from property services activities from fixed contracts and profit improvements through their cost optimisation efforts.

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-3</u>		<u>Cumulative quarter-3</u>		
	Current	Preceding	Current	Year	Preceding
	Year	(Restated)	Year	Year	(Restated)
	30-Sep-15	30-Sep-14	30-Sep-15	30-Sep-14	30-Sep-14
	RM'000	RM'000	RM'000	RM'000	RM'000
Current tax	2,215	418	4,555	2,513	2,513
	<u>2,215</u>	<u>418</u>	<u>4,555</u>	<u>2,513</u>	<u>2,513</u>

DAMANSARA REALTY BERHAD (4030-D)**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND NINE MONTH ENDED 30 SEPTEMBER 2015 (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 30 September 2015 are as follows:

	<i>RM'000</i>
Short term	
Bank Overdraft (secured)	2,080
Term Loan (secured)	1,000
Hire purchase (secured)	2,012
Advanced from shareholders of a subsidiary (unsecured)	2,006
Advanced from shareholders (unsecured)	8,037
	<u>15,135</u>
Long term	
Term Loan (secured)	708
Hire purchase (secured)	4,629
	<u>5,337</u>

There was no debt securities issued as at 30 September 2015.

B8 CHANGES IN MATERIAL LITIGATION

Since the last quarter report ended 30 June 2015, 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, DBhd solicitors 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, DBhd's newly appointed solicitors 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.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND NINE MONTH ENDED 30 SEPTEMBER 2015 (CONT'D).

B8 CHANGES IN MATERIAL LITIGATION (Cont'd)

a) Pembinaan Kota Laksamana (Melaka) Sdn Bhd & Anor. (v) DBhd & Anor. (Cont'd)

On 27 May 2015, Federal Court granted DBhd a further extension to enable the newly appointed solicitors to obtain the grounds of judgment.

Federal court then fixed 8 September 2015 for case management.

On 8 September 2015, the Federal Court fixed the matter for further case management pending receipt of the grounds of judgment on 21 October 2015.

On 21 October 2015, the Federal Court fixed the matter for further case management pending receipt of the grounds of judgment on 28 January 2016.

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.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND NINE MONTH ENDED 30 SEPTEMBER 2015 (CONT'D).

B8 CHANGES IN MATERIAL LITIGATION (CONT'D)

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

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.

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.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND NINE MONTH ENDED 30 SEPTEMBER 2015 (CONT'D).

B8 CHANGES IN MATERIAL LITIGATION (CONT'D)

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

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.

On 26 February 2015, the Court Of Appeal Deputy Registrar ("COA") called parties for case management and fixed the hearing date on 22 Jun 2015, with parties to file their written submission on or before 8 Jun 2015.

On 22 June 2015, the COA decided the matter in favour of DBhd, and allowed DBhd's appeal, dismissing BHH's cross appeal and allowed cost of RM70,000 to be paid to DBhd. BHH then through their solicitors have filed an application for leave to appeal to the Federal Court. The case management is fixed on 2 September 2015.

On 2 September 2015, The Federal Court fixed the matter for further case management on 8 December 2015.

c) 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, 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 to date.

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.

On 31 March 2015, matter resumed for cross examination. Court further fixed the next date for 16 April 2015 and subsequently 19 May 2015.

On 16 April 2015, Ibsul's solicitor was on MC, and case did not proceed. Next hearing date is 19 May 2015.

On 14 May 2015, appointment with the honourable Judge on proposal to withdraw the matter but defendant do not agree. Matter fixed for continued hearing on 26 May 2015

On 26 May 2015, the matter was postponed to 6 July 2015 and 7 July 2015. However on 6 July 2015, cross examination of DBhd's 1st witness continues and settled. The 7 July 2015 date is now vacated to enable the filing of DBhd's 2nd witness statement. Hearing then fixed on 25 August 2015 and 26 August 2015

On 25 August 2015, the honourable judge was on leave, and the matter was fixed for continued hearing on 3 and 4 November 2015.

On 3 and 4 November 2015, DBhd's 2nd witness testifies in court. Defendant's solicitors then request the court for another date to cross exam the witness. Court then fixed the matter for continued hearing on 2 and 3 December 2015.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE THIRD QUARTER AND NINE MONTH ENDED 30 SEPTEMBER 2015 (CONT'D).

B9 DIVIDEND

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

B10 EARNINGS PER SHARE ("EPS")

	Cumulative 9 months	
	Current Quarter	Preceding Year
a) Basic EPS	30-Sep-15	Quarter 30-Sep-14 (restated)
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(3,984)	(425)
Weighted average number of ordinary shares in issue ('000)	309,371	309,371
Basic earnings per ordinary share (sen)	(1.29)	(0.14)

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]

Secretary

Kuala Lumpur

30 November 2015