



(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED
31 DECEMBER 2015**

Consolidated Statement of Comprehensive Income

	Individual		Cumulative	
	Current year 31-Dec-2015 RM'000	Preceding year 31-Dec-2014 RM'000	Current year 31-Dec-2015 RM'000	Preceding year 31-Dec-2014 RM'000
Revenue	53,014	61,469	207,222	198,614
Cost of sales	(40,939)	(45,139)	(159,035)	(157,529)
Gross profit	12,075	16,330	48,187	41,085
Interest income	606	206	996	562
Other income	2,078	1,956	6,622	4,606
Depreciation	(676)	(564)	(2,611)	(1,642)
Employee benefits expense	(5,256)	(2,059)	(22,519)	(13,030)
Other operating expenses	(5,901)	(10,734)	(18,726)	(23,642)
Operating profit	2,926	5,135	11,949	7,939
Finance cost	(2,601)	(2,311)	(9,726)	(9,163)
(Loss)/Profit before tax	325	2,824	2,223	(1,224)
Income tax expenses	(587)	(2,366)	(5,142)	(3,281)
Profit/(Loss) for the period	(262)	458	(2,919)	(4,505)
Other comprehensive income, net of tax				
Foreign currency translation differences for foreign operations	(54)	149	299	31
Total comprehensive income for the year	(316)	607	(2,620)	(4,474)
Profit/(Loss) Attributable to:				
Owners of the parent	(399)	(855)	(4,383)	(6,080)
Non-controlling interests	137	1,313	1,464	1,575
	(262)	458	(2,919)	(4,505)
Comprehensive income Attributable to:				
Equity holders of the Company	(453)	(1,030)	(4,084)	(6,111)
Non-controlling interests	137	1,637	1,464	1,637
	(316)	607	(2,620)	(4,474)
Earnings per share attributable to equity holders of the Company:				
Basic earnings per share (sen)	(0.13)	(0.28)	(1.42)	(1.97)
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
31 DECEMBER 2015**

Consolidated Statement of Comprehensive Income

	Individual		Cumulative	
	Current year 31-Dec-2015 RM'000	Preceding year 31-Dec-2014 RM'000	Current year 31-Dec-2015 RM'000	Preceding year 31-Dec-2014 RM'000
(Loss)/Profit For The Period	(262)	458	(2,919)	(4,505)
Other Comprehensive (Loss)/Income For The Period, Net Of Income Tax	(54)	149	299	31
Total Comprehensive Income For The Period, Net Of Income Tax	(316)	607	(2,620)	(4,474)
Total Comprehensive Income Attributable To:				
Owners of the Company	(399)	(1,030)	(4,383)	(6,111)
Non-controlling interests	137	1,637	1,464	1,637
	(262)	607	(2,919)	(4,474)

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

Interest Income	606	206	996	562
Other Income Including Investment Income	2,078	1,956	6,622	4,606
Interest Expenses	(2,601)	(2,311)	(9,726)	(9,163)
Depreciation and Amortization	(676)	(564)	(2,611)	(1,642)
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

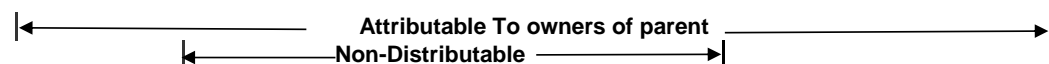
The Condensed Consolidated Income Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to this report.

Damansara Realty Berhad (4030-D)
Condensed Consolidated Statement of Financial Position
As at 31 December 2015

	Unaudited 31-Dec-2015 <i>RM'000</i>	Audited 31-Dec-2014 <i>RM'000</i>
ASSETS		
Non-current assets		
Property, plant and equipment	25,975	25,636
Land held for property development	215,450	205,020
Investment properties	3,512	4,971
Deferred tax assets	502	369
Other investments	101	101
Goodwill on consolidation	1,409	1,409
	246,949	237,506
Current assets		
Property development costs	5,319	10,807
Inventories	1,683	1,641
Trade receivables and other receivables	49,959	46,844
Other current assets	2,691	3,334
Cash and bank balances	40,401	49,214
	100,053	111,840
TOTAL ASSETS	347,002	349,346
EQUITY AND LIABILITIES		
Current liabilities		
Provisions	-	3,456
Loans and borrowings	13,207	16,859
Trade and other payables	204,357	92,473
	217,564	112,788
Net current liabilities	(117,511)	(948)
Non-current liabilities		
Loans and borrowings	5,327	6,371
Deferred tax liabilities	436	420
Trade and other payables	-	103,173
	5,763	109,964
Total Liabilities	223,327	222,752
Net assets	123,675	126,594
Equity attributable to owners of the parent		
Share capital	154,685	154,685
Share premium	156	156
Accumulated losses	(20,871)	(16,787)
Merger Reserve	(18,568)	(18,568)
Capital reserve	85	85
Exchange reserve	(758)	(459)
Shareholders' equity	114,729	119,112
Non-controlling interests	8,946	7,482
Total equity	123,675	126,594
TOTAL EQUITY AND LIABILITIES	347,002	349,346
Net Assets Per Share Attributable to Owners of the Company (RM)	0.371	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 31 December 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	(2,919)	(4,383)	-	-	-	-	(299)	(4,084)	1,464
Closing balance at 31 December 2015	123,675	114,729	154,685	156	85	(18,568)	(758)	(20,871)	8,946
2014									
Opening balance at 1 January 2014	128,885	126,009	154,685	156	85	(18,568)	(496)	(9,853)	2,876
Adoption of FRS	2,363	2,363	-	-	-	-	-	2,363	-
At 1 January 2014 (restated)	131,248	128,372	154,685	156	85	(18,568)	(496)	(7,490)	2,876
Total comprehensive income	(4,558)	(5,835)	-	-	-	-	37	(5,872)	1,277
Increased in controlling interest	-	(3,425)	-	-	-	-	-	(3,425)	3,425
Dividend to non-controlling interest	(96)	-	-	-	-	-	-	-	(96)
Closing balance at 31 December 2014	126,594	119,112	154,685	156	85	(18,568)	(459)	(16,787)	7,482

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 31 December 2015

	12 months ended 31-Dec-2015 <i>RM'000</i>	12 months ended 31-Dec-2014 <i>RM'000</i>
Cash flow from operating activities		
Receipt from customers	200,038	192,773
Payment to creditors and employees	(184,815)	(173,245)
Cash generated from operation	15,223	19,528
Tax (paid) / refunded	(12,630)	(2,190)
Interest expenses paid	(839)	(837)
Net cash generated from operating activities	1,754	16,501
Cash flow from investing activity		
Purchase of property, plant and equipment	(2,656)	(7,351)
Interest income received	618	332
Net cash used in investing activities	(2,038)	(7,019)
Cash flow from financing activities		
Net drawdown/repayment of obligations under finance leases	(3,393)	(1,621)
Net of drawdown/repayment of loan & borrowings	(5,136)	2,844
Net cash (used in) generated from financing activities	(8,529)	1,223
(Decrease)/Increase in cash and cash equivalents	(8,813)	10,705
Cash and cash equivalents as at 1 January	49,214	38,509
Cash and cash equivalents as at 31 December	40,401	49,214

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 FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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
FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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 FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 2015 (CONT'D)

A8 SEGMENTAL INFORMATION

	PROPERTY DEVELOPMENT		CONSTRUCTION CONTRACTS		PROPERTY SERVICES		PARKING		OTHERS		ADJUSTMENTS AND ELIMINATIONS		PER CONSOLIDATED	
	31-Dec-15	31/12/2014	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14	31-Dec-15	31-Dec-14
	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	16,394	10,291	-	-	71,567	71,651	119,261	116,672	-	-	-	-	207,222	198,614
- Inter company sales	-	-	-	233	-	-	-	-	874	1,468	(874)	(1,701)	-	-
Total revenue	16,394	10,291	-	233	71,567	71,651	119,261	116,672	874	1,468	(874)	(1,701)	207,222	198,614
Results:														
Interest Income	429	122	268	201	236	159	63	80	-	-	-	-	996	562
Depreciation and amortisation	19	41	590	193	543	497	1,426	873	33	38	-	-	2,611	1,642
Segment profit/(loss)	4,921	(2,151)	(10,098)	(7,147)	4,681	4,701	3,728	3,551	(208)	139	(801)	(317)	2,223	(1,224)
Assets :														
Segment assets	232,971	232,170	113,086	109,115	52,396	49,217	50,844	49,371	31,307	30,706	(133,602)	(120,658)	347,002	349,921
Segment liabilities	221,916	223,184	85,308	71,240	27,113	26,308	41,177	42,546	85,912	85,103	(238,099)	(225,646)	223,327	222,735

DAMANSARA REALTY BERHAD (4030-D)

A UNAUDITED REPORT FOR THE INTERIM FINANCIAL STATEMENT FOR THE FORTH QUARTER AND TWELVES MONTHS ENDED 31 DECEMBER 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 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 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 RM207.22 million compared to RM198.61 million in 2014 with a net loss of RM2.92 million compared RM4.51million in 2014.

The cumulative quarter revenue is 4.33% higher due to revenue recognition from property development of RM16.39 million (2014 : RM 10.29 million). The group loss after tax is higher mainly due to increased in employee benefit from RM13.03 million in 2014 to RM22.52 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 RM 0.26 million as compared to the immediate preceding quarter's loss after tax of RM 4.24 million. Lower loss in current quarter was mainly due to additional revenue recognition from property development activities and additional non-recurrent income.

B3 CURRENT YEAR'S PROSPECTS

The Group is expected to achieve an improved performance in the current financial year due to the following:

- 1 Sales of property development in Johor and revival of property development in Pahang.
- 2 An improve contribution from property services activities.
- 3 Damansara Realty (Johor) Sdn Bhd ("DRJ"), a property development company has been awarded a contract by Putrajaya Corporation ("PJC") as developer for the proposed development of Perumahan Penjawat Awam 1Malaysia ("PPA1M") and mixed development (commercial) at Lot PT12952 (5R7), Presint 5, Federal Territory of Putrajaya with a total estimated Gross Development Cost ("GDC") of RM467,313,579.39.

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> 31-Dec-15 <i>RM'000</i>	<u>Preceding</u> <u>Year</u> 31-Dec-14 <i>RM'000</i>	<u>Current</u> <u>Year</u> 31-Dec-15 <i>RM'000</i>	<u>Preceding</u> <u>Year</u> 31-Dec-14 <i>RM'000</i>
Current tax	587	2,366	5,142	3,281
	<u>587</u>	<u>2,366</u>	<u>5,142</u>	<u>3,281</u>

DAMANSARA REALTY BERHAD (4030-D)**B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 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 31 December 2015 are as follows:

	RM'000
Short term	
Bank Overdraft (secured)	9
Term Loan (secured)	1,106
Hire purchase (secured)	1,999
Advanced from shareholders of a subsidiary (unsecured)	1,805
Advanced from shareholders (unsecured)	8,288
	<u>13,207</u>
Long term	
Term Loan (secured)	390
Hire purchase (secured)	4,937
	<u>5,327</u>

There was no debt securities issued as at 31 December 2015.

B8 CHANGES IN MATERIAL LITIGATION

Since the last quarter report ended 30 September 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 FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 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.

On 28 January 2016, the matter was fixed for further case management on 22 March 2016. The Federal court, vide a letter dated 17 February 2016 has brought the matter forward to 4 March 2016 for hearing as the parties have been extended the grounds of judgement.

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 Edityr 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 FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 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 FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 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.

On 8 December 2015, the Federal Court Registrar fixed the matter for Case Management on 8 March 2016, but later brought forward the case management date to 6 January 2016.

On 6 January 2016, The Federal Court Registrar then fixed the matter for further case management on 4 February 2016, pending the parties in receipt of the grounds of judgment from the Court of Appeal. On 4 February 2016, the Federal Court has fixed the matter for hearing on 12 May 2016.

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.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 2015 (CONT'D).

B8 CHANGES IN MATERIAL LITIGATION (CONT'D)

c) DBhd & Anor. (v) Ibsul Holdings Sdn Bhd (cont'd)

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 November 2015, the matter was postponed to 2 & 3 December 2015, but on that particular hearing date, the judge was on leave, thus the matter was postponed to 14 January 2016.

On 14 January, the matter was adjourned to 22 January 2016 and 1st February 2016 for cross examination of the Plaintiff's second witness.

On 1 February, both parties have closed their case. The judge then ordered the parties to file their respective written submission on 4 March 2016.

d) Om Cahaya Mineral Asia Berhad (v) Damansara Realty (Pahang) Sdn Bhd

On 19 February 2016, Damansara Realty (Pahang) Sdn Bhd (defendant) received a Writ of Summons dated 5 February 2016 and Statement of Claim dated 5 February 2016 from Om Cahaya Mineral Asia Berhad (plaintiff) on the following claims :-

- i) A declaration that the termination of the Agreement vide the Defendant's letter dated 11 September 2015 was invalid and unlawful;
- ii) Special damages (wasted expenditure) in the sum of RM15,833,484.16;
- iii) Loss of profit in the sum of USD85 million (RM366,656,000.00 as at the date of this summons);
- iv) Alternatively or in lieu :-
 - A declaration that specific performance be granted to the Plaintiff to proceed with the said Agreement;
 - An order that the Plaintiff be granted an extension of time of 526 days with an option to extend for a further one (1) year from the expiry, from the date of this Order to complete the works under the Agreement;
 - Loss and expense arising from the delay caused by the wrongful termination by the Defendant to be assessed by the court from the date of wrongful termination on 11 September 2015 until the date of this Order.
- v) Interest and finance charges to be assessed by the Court from the date of wrongful termination on 11 September 2015 until the date of this Order;
- vi) Cost; and
- vii) Further or other relief as is deemed necessary by the honourable Court.

The Court has fixed the matter for case management on 29 February 2016 and the DRP and/or its solicitors are required to enter appearance by 29 February 2016. The defendant's solicitor have filed the memorandum of appearance on 23 February 2016.

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 FORTH QUARTER AND TWELVES MONTH ENDED 31 DECEMBER 2015 (CONT'D).

B10 EARNINGS PER SHARE ("EPS")

	Cumulative 12 months	
	Current Quarter	Preceding Year
a) Basic EPS	31-Dec-15	Quarter 31-Dec-14
Net profit/(loss) attributable to ordinary shareholders (RM'000)	(4,383)	(6,080)
Weighted average number of ordinary shares in issue ('000)	309,371	309,371
Basic earnings per ordinary share (sen)	(1.42)	(1.97)

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

26 February 2016