

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED
 31 DECEMBER 2018**
Consolidated Statement of Comprehensive Income

	Individual			Cumulative		
	Current year	Preceding year	Changes	Current year	Preceding year	Changes
	31-Dec-2018	31-Dec-2017		31-Dec-2018	31-Dec-2017	
	RM'000	RM'000	%	RM'000	RM'000	%
Revenue	82,314	67,246	22%	304,125	249,479	22%
Cost of sales	(54,469)	(53,952)	1%	(222,910)	(194,588)	15%
Gross profit	27,845	13,294	109%	81,215	54,891	48%
Interest income	127	-	100%	290	141	106%
Other income	4,807	25,044	-81%	5,999	27,210	-78%
Employee benefits expense	(6,718)	(9,633)	-30%	(32,154)	(32,106)	0%
Other operating expenses	(8,491)	(14,370)	-41%	(28,684)	(29,496)	-3%
Operating profit	17,570	14,335	23%	26,666	20,640	29%
Finance cost	(281)	(663)	-58%	(1,252)	(1,345)	-7%
Share of loss of associate-co	-	(166)	0%	-	(166)	0%
Profit before tax	17,289	13,506	28%	25,414	19,129	33%
Income tax expenses	(2,406)	1,360	-277%	(5,874)	(1,271)	362%
Profit for the period	14,883	14,866	0%	19,540	17,858	9%
Other comprehensive income, net of tax						
Foreign currency translation differences for foreign operations	(1,173)	(7)	16657%	(41)	547	-107%
Total comprehensive income for the year	13,710	14,859	-8%	19,499	18,405	6%
Profit / (Loss) for the period attributable to:						
Owners of the parent	17,340	14,729	-18%	20,619	17,020	21%
Non-controlling interests	(2,457)	137	-1888%	(1,079)	838	-229%
	14,883	14,866	0%	19,540	17,858	9%
Total comprehensive income for the period, net of tax attributable to:						
Owners of the parent	16,167	14,722	-10%	20,578	17,567	17%
Non-controlling interests	(2,457)	137	-1888%	(1,079)	838	-229%
	13,710	14,859	-8%	19,499	18,405	6%
Earnings per share attributable to owners of the parent (sen per share)						
Basic earnings per share (sen)	5.45	4.75		6.48	5.50	
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 2017 and the accompanying explanatory notes attached to this report.

(Incorporated in Malaysia)

**UNAUDITED QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED
31 DECEMBER 2018**

Consolidated Statement of Comprehensive Income

	Individual		Cumulative	
	Current year 31-Dec-2018 RM'000	Preceding year 31-Dec-2017 RM'000	Current year 31-Dec-2018 RM'000	Preceding year 31-Dec-2017 RM'000
Profit For The Period	14,883	14,866	19,540	17,858
Other Comprehensive Income For The Period, Net Of Income Tax	(1,173)	(7)	(41)	547
Total Comprehensive Income For The Period, Net Of Income Tax	13,710	14,859	19,499	18,405
Total Comprehensive Income Attributable To:				
Owners of the Company	17,340	14,729	20,619	17,020
Non-controlling interests	(2,457)	137	(1,079)	838
	14,883	14,866	19,540	17,858

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

Interest Income	127	-	290	141
Other Income Including Investment Income	4,807	25,044	5,999	27,210
Interest Expenses	(281)	(663)	(1,252)	(1,345)
Depreciation and Amortization	(507)	(488)	(2,163)	(2,195)

The Condensed Consolidated Income Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to this report.

Damansara Realty Berhad (4030-D)
Condensed Consolidated Statement of Financial Position
As at 31 December 2018

	Unaudited 31-Dec-2018 <i>RM'000</i>	Audited 31-Dec-2017 <i>RM'000</i>
ASSETS		
Non-current assets		
Property, plant and equipment	22,717	25,026
Land held for property development	60,755	59,709
Investment properties	89,141	89,177
Deferred tax assets	2,264	530
Other investments	51	51
Goodwill on consolidation	1,103	1,410
	176,031	175,903
Current assets		
Property development costs	15,378	16,522
Inventories	7,931	3,195
Trade receivables and other receivables	113,973	81,481
Other current assets	1,531	12,153
Cash and bank balances	26,677	27,472
	165,490	140,823
TOTAL ASSETS	341,521	316,726
EQUITY AND LIABILITIES		
Current liabilities		
Loans and borrowings	9,555	18,912
Trade and other payables	144,033	119,337
	153,588	138,249
Net current assets	11,902	2,574
Non-current liabilities		
Loans and borrowings	7,364	12,375
Deferred tax liabilities	1,740	533
Trade and other payables	-	9,850
	9,104	22,758
Total Liabilities	162,692	161,007
Net assets	178,829	155,719
Equity attributable to owners of the parent		
Share capital	159,341	155,341
Redeemable convertible notes	-	316
Revaluation reserves	41,603	41,603
Accumulated losses	(8,871)	(29,449)
Merger Reserve	(18,568)	(18,568)
Capital reserve	91	85
Exchange reserve	(1,884)	(1,925)
Shareholders' equity	171,712	147,403
Non-controlling interests	7,117	8,316
Total equity	178,829	155,719
TOTAL EQUITY AND LIABILITIES	341,521	316,726
Net Assets Per Share Attributable to Owners of the Company (RM)	0.539	0.474

The Consolidated Statement of Financial Position should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2017 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 2018

	<div style="text-align: center;"> Attributable To Owners Of Parent </div> <div style="text-align: center;"> Non-Distributable </div>										
	Equity Total RM'000	Equity attributable to owners of the parent Total RM'000	Share capital RM'000	Share premium RM'000	Redeemable Convertible Notes RM'000	Revaluation reserves RM'000	Capital reserve RM'000	Merger Reserve RM'000	Exchange Reserve RM'000	Accumulated losses RM'000	Non- controlling interest RM'000
2018											
Opening balance at 1 January 2018	155,719	147,403	155,341	-	316	41,603	85	(18,568)	(1,925)	(29,449)	8,316
Total comprehensive income	19,540	20,619	-	-	-	-	-	-	41	20,578	(1,079)
Capital reserve	6	6	-	-	-	-	6	-	-	-	-
Conversion of Redeemable Convertible Notes ("RCN")	4,000	4,000	4,000	-	-	-	-	-	-	-	-
Estimated equity component of RCN	(316)	(316)	-	-	(316)	-	-	-	-	-	-
Dividend to non-controlling interest	(120)	-	-	-	-	-	-	-	-	-	(120)
Closing balance at 31 December 2018	178,829	171,712	159,341	-	-	41,603	91	(18,568)	(1,884)	(8,871)	7,117
2017											
Opening balance at 1 January 2017	95,702	87,964	154,685	156	-	-	85	(18,568)	(1,378)	(47,016)	7,738
Total comprehensive income	17,858	17,020	-	-	-	-	-	-	(547)	17,567	838
Transfer to share capital	-	-	156	(156)	-	-	-	-	-	-	-
Arising from revaluation of Investment Properties	41,603	41,603	-	-	-	41,603	-	-	-	-	-
Conversion of Redeemable Convertible Notes ("RCN")	500	500	500	-	-	-	-	-	-	-	-
Estimated equity component of RCN	316	316	-	-	316	-	-	-	-	-	-
Dividend to non-controlling interest	(260)	-	-	-	-	-	-	-	-	-	(260)
Closing balance at 31 December 2017	155,719	147,403	155,341	-	316	41,603	85	(18,568)	(1,925)	(29,449)	8,316

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 2017 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 2018

	12 months ended 31-Dec-2018 <i>RM'000</i>	12 months ended 31-Dec-2017 <i>RM'000</i>
Receipt from customers	291,629	92,743
Payment to suppliers, creditors and employees	(267,076)	(89,284)
Payment of income taxes paid	(8,960)	(109)
Interest paid	(978)	(1,345)
Interest received	307	192
Net Cash generated from operating activities	14,922	2,197
Purchase of property, plant and equipment	(3,846)	(10,740)
Proceed from disposal of investment properties	-	21,300
Proceed from issuance of share	-	500
Net Cash (used in)/generated from investing activities	(3,846)	11,060
Cash Flow from financing activities		
Net drawdown/repayment of obligations under finance leases	(3,621)	(4,269)
Net of drawdown/repayment of loan & borrowings	(8,250)	(7,188)
Net Cash used in financing activities	(11,871)	(11,457)
Net (decrease)/increase of cash and cash equivalents	(795)	1,800
Cash and cash equivalents as at 1 January	27,472	25,672
Cash and cash equivalents as at 31 December	26,677	27,472

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited Annual Financial Statements for the year ended 31 December 2017 and the accompanying explanatory notes attached to this report.

DAMANSARA REALTY BERHAD (4030-D)

A NOTES TO THE FINANCIAL STATEMENTS FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2018

- PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134

A1 BASIS OF PREPARATION

This interim financial statement is unaudited and has been prepared in accordance with the requirements of Malaysian Financial Reporting Standard ("MFRS") 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

This interim financial statement should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 December 2017. The explanatory notes attached to the interim financial statement 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 2017.

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.

MFRS 16	<i>Leases</i>
MFRS 17	<i>Insurance contracts</i>
IC Interpretation 23	<i>Uncertainty over Income Tax Treatments</i>
Amendments to MFRS 3	<i>Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)</i>
Amendments to MFRS 9	<i>Prepayment Features with Negative Compensation</i>
Amendments to MFRS 10 and MFRS 128	<i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>
Amendments to MFRS 11	<i>Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)</i>
Amendments to MFRS 112	<i>Income Tax Consequences of Payments on Financial Instruments Classified as Equity (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)</i>
Amendments to MFRS 119	<i>Plan Amendment, Curtailment or Settlement</i>
Amendments to MFRS 123	<i>Borrowings Costs Eligible for Capitalisation (Annual Improvements to MFRS Standards 2015 - 2017 Cycle)</i>
Amendments to MFRS 128	<i>Long-term Interests in Associates and Joint Ventures</i>
Amendments to References to the Conceptual Framework in MFRS Standards	

The Directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of the initial application.

A2 AUDITORS' REPORT OF THE PRECEDING ANNUAL FINANCIAL STATEMENTS

The auditors' report on the financial statements for the year ended 31 December 2017 was not qualified.

DAMANSARA REALTY BERHAD (4030-D)

**A NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2018 (CONT'D)**

- PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (CONT'D)

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

- 1) During the financial year the Company issued 8,000,000 shares due to the conversion of Redeemable Convertible Notes ("RCN").
- 2) On 7 November 2018, RCN was mutually terminated and RM3.5 million RCN was redeemed.

A7 DIVIDEND PAID

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

A8 SEGMENTAL INFORMATION

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

- i. Property and Land Development ("PLD") - the development of residential and commercial properties.
- ii. Integrated Facility Management ("IFM") - provision of property services comprising of general services, parking operations, trading of parking equipment and the provision of related consultancy services.
- iii. Project Management Consultancy ("PMC") - facility management, project management and consultancy, construction management, energy management services, hospital planning, maintenance services and manpower services.

Except as indicated above, no operating segments have been aggregated to form the above reportable operating segments.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which, in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Group financing (including finance costs) and income taxes are managed on a group basis and are not allocated to operating segments.

Transfer prices between operating segments are on an arm's length basis in a manner similar to transactions with third parties.

A UNAUDITED REPORT FOR THE FINANCIAL STATEMENT FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018 (CONT'D)

A8 SEGMENTAL INFORMATION

	HOLDING CO.		INTEGRATED FACILITY MANAGEMENT		PROPERTY AND LAND DEVELOPMENT		PROJECT MANAGEMENT CONSULTANCY		OTHERS		ADJUSTMENTS AND ELIMINATIONS		PER CONSOLIDATED	
	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17	31-Dec-18	31-Dec-17
	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	-	-	285,483	218,167	11,192	20,065	7,450	11,247	-	-	-	-	304,125	249,479
- Inter company sales	6,970	7,239	3,796	3,428	-	-	-	-	-	-	(10,766)	(10,667)	-	-
Total revenue	6,970	7,239	289,279	221,595	11,192	20,065	7,450	11,247	-	-	(10,766)	(10,667)	304,125	249,479
Results:														
Interest Income	26	10	195	66	43	22	26	43	-	-	-	-	290	141
Depreciation and amortisation	116	474	1,870	1,532	58	42	118	146	1	1	-	-	2,163	2,195
Segment profit/(loss)	14,633	2,276	21,859	6,672	(2,520)	11,801	768	502	(81)	119	(9,245)	(2,241)	25,414	19,129
Assets :														
Segment assets	117,096	99,081	149,274	115,175	237,697	231,361	754	20,797	39,644	40,735	(202,944)	(190,423)	341,521	316,726
Segment liabilities	53,863	54,032	118,687	99,645	188,140	179,302	12,859	20,519	101,413	102,210	(312,270)	(294,701)	162,692	161,007

* Note : inclusive overseas operations

	31-Dec-18					
	Singapore		Philippines		Malaysia	Total
	SGD ('000)	RM ('000)	PHP ('000)	RM ('000)	RM ('000)	RM ('000)
Revenue	15,444	47,032	466,901	36,885	220,208	304,125
Profit / (loss)	(495)	(1,508)	51,810	4,093	22,829	25,414
Assets	3,450	10,461	162,924	12,822	318,238	341,521
Liabilities	3,312	10,042	86,317	6,793	145,857	162,692

	31-Dec-17					
	Singapore		Philippines		Malaysia	Total
	SGD ('000)	RM ('000)	PHP ('000)	RM ('000)	RM ('000)	RM ('000)
Revenue	13,212	40,009	401,422	32,515	176,955	249,479
Profit / (loss)	(316)	(958)	39,414	3,195	16,892	19,129
Assets	4,519	13,735	132,384	10,750	292,241	316,726
Liabilities	4,519	13,734	132,384	10,750	136,523	161,007

Exchange rate :
Income statement
Balance Sheet

RM3.0453
RM3.0322

RM0.0790
RM0.0787

RM3.0284
RM3.0392

RM0.0810
RM0.0812

DAMANSARA REALTY BERHAD (4030-D)

**A NOTES TO THE FINANCIAL STATEMENTS
FOR THE FINANCIAL QUARTER ENDED 31 DECEMBER 2018 (CONT'D)**

- PART A - EXPLANATORY NOTES PURSUANT TO MFRS 134 (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 2017.

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 MATERIAL UNCERTAINTY RELATED TO GOING CONCERN

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.

A12 CHANGE IN THE COMPOSITION OF THE GROUP

On 21 November 2018, the Group disposed its entire stake in Healthcare Technical Services Sdn Bhd to Johor Corporation for a total consideration of RM11.04 million.

Other than above, there were no changes in the Composition of the Group during the current quarter under review.

A13 CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no Contingent Liabilities or Contingent Assets in 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 MONTHS ENDED 31 DECEMBER 2018.

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

The Group's revenue for the financial year ended 31 December 2018 ("FY2018") increased by RM54.65 million, or 22%, to RM304.13 million, compared to RM249.48 million for the financial year ended 31 December 2017 ("FY2017").

In tandem with the higher revenue achieved in FY2018, the Group recorded higher gross profit and operating profit of RM26.32 million and RM6.03 million respectively.

The improvement in the Group performance for FY2018 as compared to FY2017 was attributable to the high contribution from our IFM segment mainly by our operation in Pengerang.

An analysis of the results of each segment is as follows:-

a) Integrated Facility Management ("IFM")

IFM recorded RM67.32 million increase in revenue to RM285.48 million in FY2018 compared to RM218.16 million in FY2017.

The increase was mainly due to higher person-on-board ("POB") revenue from operations and maintenance of RAPID Temporary Executive Village ("RTEV") and RAPID Temporary Management Office ("RTMO") in Pengerang and other ancillary projects such as security services and provision of small medical clinics.

Our parking operations also contribute to the Group improved performance driven by our operations in the Philippines.

b) Property and Land Development ("PLD")

For FY2018, PLD recorded revenue of RM11.19 million as compared to RM20.07 million in FY2017. The decrease was mainly due to lower units sold from the Group in Taman Damansara Aliff, Johor Bahru and Bandar Damansara Kuantan, Pahang. We expect to sell the remaining units in FY2019.

c) Project Management Consultancy ("PMC")

For FY2018, the PMC segment recorded a lower revenue of RM7.45 million representing a decrease of RM3.80 million or 34% lower compared to the previous corresponding period. The decrease was mainly due to the disposal of Healthcare Technical Services Sdn Bhd.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

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

	<u>Current Quarter</u>	<u>Immediate Preceding Quarter</u>	<u>Changes</u>
	<u>31-Dec-18</u>	<u>30-Sep-18</u>	<u>%</u>
Revenue	82,314	76,337	8%
Gross Profit	27,845	18,889	47%
Operating Profit	17,570	5,015	250%
Profit Before Tax	17,289	4,513	283%
Profit After Tax	<u>14,883</u>	<u>3,178</u>	<u>368%</u>

The Group reported improvement in the 3 months current quarter ended 31 December 2018 as compared to the 3 months immediate preceding quarter ended 30 September 2018 mainly due to higher revenue from RTEV and RTMO and other ancillary services as mentioned in B1.

B3 CURRENT YEAR'S PROSPECTS

We have well achieved our goals for transformation as outlined in the Group Strategic Restructuring Plan ("SRP") and we are now moving into our long-term strategy for continuous growth. Our main objective during this five-year phase will be to build on innovation and efficiency on our offerings and operations, strengthening our presence and our offerings as well as to solidify our brand and reputation. Our focus remains targeted on building our strengths as the preferred solutions provider for our three core business segments of IFM, PMC, and PLD.

Alongside our plan to build a stronger presence and sustainable business, we concurrently aim to improve our operations with the delivery of greater value-add to all our stakeholders; from our clients, our employees, our investors to our regulators. To achieve this, we are focusing on efficient business processes as well as the use of innovation and technology in our offerings. We are also looking at how we can capitalise on data analytics to grow our business.

While we are pushing on all areas for growth from our three business segments, we foresee IFM predominantly offering better potential for growth as we expect the property market to remain subdued for the time being. In our quest to ensure our long-term and continuous sustainable growth, we are continuously exploring more innovations and technology-based solutions related to IFM to provide our clients with results that address their needs, such as the cashless payment system that was successfully implemented within our IFM offerings. We are also looking at ways to increase our efficiency in operations as well as to reduce dependency on labour-intensive work approach.

On the PMC front, we are expanding our scope of services beyond the healthcare industry to the construction industry. In this regard, we aim to offer a more comprehensive set of services related to commercial, residential and infrastructure development.

a) Property and Land Development Activities

Our outlook for the property market in Malaysia will remain cautious following the cooling measures that have been progressively introduced by the authorities. While the economy is expected to rebound, the property market may continue to remain subdued. However, we believe that the segment which we operate in is affordable and the government supported housing schemes will still be in demand. With this in mind, marketing our current property projects will be one of our key priorities.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

B3 CURRENT YEAR'S PROSPECTS (CON'T)

a) Property and Land Development Activities (con't)

We have earmarked to develop another 10 acres from our 63.1 acres land in Tampoi, Johor, which will be a mixed development of both residential and commercial units. Likewise, we are also plan to launch the 68 units Aliff Square 3 commercial projects on our 6.9 acres land in Tampoi, Johor.

We expect that the outlay of investment for the development in the ongoing and future property development projects will help us to build up a series of projects that will contribute progressively to our bottom line for the coming years.

b) Integrated Facility Management

As we continue in our transformation to become the Preferred Assets and Facilities Management Solutions Provider in the industry, we are looking on how we can harness other complementary facilities management services to enhance and expand our IFM capabilities. We aim to do this with minimal capital expenditure and an asset-light approach.

We have successfully implemented our in-house cashless payment IT solutions, which is now being used for food and beverage payments as well as security management (i.e. operations and maintenance) for off-site and interconnecting facilities and utilities at the Executive Village and management office for the RAPID project in Pengerang, Johor. Building on the success of our cashless payments solutions, in 2018, technology-based solutions will continue to be the key to our progress in enhancing and expanding our suite of IFM services as well as providing customisable solutions to meet our clients' needs and requirements.

Whilst we continue to explore technological advances to increase efficiencies and productivity in our internal systems and operations, we will also be looking at ways to reduce dependency on labour-intensive work approaches through new innovations.

c) Project Management Consultancy

Moving forward in 2019, we plan to broaden our offerings within the PMC segment beyond the healthcare sector to a wider sector including construction. This is aimed at diversifying our income streams to ensure a more sustainable revenue stream to the Group.

The PMC segment will offer a lot of potential for growth to our business, hence in 2019, we will continue to pursue PMC projects more aggressively as we look towards broadening our offerings within the Construction sector.

B4 PROFIT FORECAST/PROFIT GUARANTEE

There were no profit forecast / profit guarantee during 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 MONTHS ENDED 31 DECEMBER 2018.****B5 INCOME TAX EXPENSE**

	Individual quarter		Cumulative quarter	
	Year 31-Dec-18 <i>RM'000</i>	Year 31-Dec-17 <i>RM'000</i>	Year 31-Dec-18 <i>RM'000</i>	Year 31-Dec-17 <i>RM'000</i>
Current tax	2,406	(1,360)	5,874	1,271
	<u>2,406</u>	<u>(1,360)</u>	<u>5,874</u>	<u>1,271</u>

B6 STATUS OF CORPORATE PROPOSAL**1) New Issues Of Securities (Chapter 6 Of Listing Requirements)-Bonus Issues**

Since the last quarter report ended 15 May 2018, there was no issuance of securities in the current quarter under review.

Redeemable Convertible Notes ("RCN")

As at the date of this report, the status of the utilisation of the gross proceeds from the RCN is as follows :

Purpose	Proposed Utilisation RM'000	Actual Utilisation RM'000	Intended Timeframe for Utilisation
Financing of property development activities	77,000	-	Within 36 months
Working capital requirements	61,000	6,796	Within 36 months
Estimated expenses in relation to the Proposed Notes Issued	12,000	1,204	Within 36 months
TOTAL	150,000	8,000	

On 7 November 2018, RCN was mutually terminated and RM3.5 million RCN was redeemed.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

B7 BORROWINGS AND DEBT SECURITIES

As at 4th quarter ended 31 December 2018					
Long Term		Short Term		Total Borrowings	
Foreign denomination RM ('000)	Denomination RM ('000)	Foreign denomination RM ('000)	Denomination RM ('000)	Foreign denomination RM ('000)	Denomination RM ('000)
Secured					
Term Loan	3,333	1,521	-	178	1,699
Bank Overdraft	-	-	-	2,524	2,524
Hire purchase	1,531	979	1,655	207	1,186
Unsecured					
Advanced from shareholder of a subsidiary	-	-	-	1,805	1,805
Advanced from shareholder	-	-	-	3,186	3,186
Total	4,864	2,500	1,655	7,900	10,400

As at 4th quarter ended 31 December 2017					
Long Term		Short Term		Total Borrowings	
Foreign denomination RM ('000)	Denomination RM ('000)	Foreign denomination RM ('000)	Denomination RM ('000)	Foreign denomination RM ('000)	Denomination RM ('000)
Secured					
Bank Overdraft	-	-	-	8,363	8,363
Term Loan	3,759	2,845	-	1,117	3,962
Hire purchase	1,472	2,115	2,796	1,198	3,313
Redeemable Convertible Notes	-	2,184	-	-	2,184
Unsecured					
Advanced from shareholder of a subsidiary	-	-	-	1,805	1,805
Advanced from shareholder	-	-	-	3,633	3,633
Total	5,231	7,144	2,796	16,116	23,260

Advance from shareholder decreased in current year due to repayment and interest charged at 2.5% per annum .
Hire purchase decreased due to repayment and interest charged on average of 5.5% per annum.

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

B8 DERIVATIVES

During FY2018, there were no derivatives entered into by the Group.

B9 GAINS/LOSSES ARISING FROM FAIR VALUE CHANGES OF FINANCIAL LIABILITIES

There were no gains/losses arising from the fair value changes of financial liabilities.

B10 CHANGES IN MATERIAL LITIGATION

Since the last quarter report ended 13 November 2018, the following are the changes:

a) Bungsar Hill Holdings Sdn Bhd ("BHH") v Damansara Realty Berhad

On 4 February 2016, The Federal Court ("FC") registrar fixed the matter for Hearing on 12 May 2016. The Federal Court on 12 May 2016 granted BHH's leave to appeal on one single question on law only. The suit was fixed for case management on 18 November 2016.

During the case management on 18 November 2016, the parties' solicitors had informed the FC that the Grounds of Judgment ("GOJ") from the Court of Appeal ("COA") had not been obtained despite the several requests made. The FC also informed that the Appeal cannot be heard until the GOJ had been obtained from the COA.

During the case management on 3 April 2018, the FC directed the parties to file their written submissions and bundle of authorities on or before 10 May 2018 and fixed the Hearing date of the appeal proper on 24 May 2018.

On 24 May 2018, the case proceeded with the Hearing of the Appeal Proper in the FC. However, on 8 June 2018, the Chairman of the panel, Yang Arif Tan Sri Ahmad Bin Haji Maarop had recused himself from further hearing the appeal due to a conflict of interest. As such, the matter was then fixed for case management on 28 June 2018 pending the empanelling of a new Chairman.

During the case management on 28 June 2018, the FC fixed for a re-Hearing of the Appeal Proper on 2 October 2018.

Since the Re-Hearing date on 2 October 2018, the Federal Court has yet to notify the parties on the Decision date of the Appeal Proper.

b) Om Cahaya Mineral Asia Berhad v Damansara Realty (Pahang) Sdn Bhd ("DRP")

On 26 April 2018, the Judge directed the parties to file the pre-trial Court paper and to exchange the witness statement by the next case management fixed on 7 May 2018. The High Court further vacated the trial date on 10 May 2018 due to the Malaysian General Election. The trial date is now fixed on 24 May 2018 and 25 May 2018.

On 22 May 2018, the Defendant was advised by their solicitors that the High Court had vacated the Trial date on 25 May 2018. The Court further fixed another Trial date on 28 May 2018. The Trial dates on 24 May 2018 and 8 June 2018 is maintained.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

B10 CHANGES IN MATERIAL LITIGATION (Con't)

b) Om Cahaya Mineral Asia Berhad v Damansara Realty (Pahang) Sdn Bhd (con't)

The High Court then proceeded with Full Trial of the case on 24 May 2018, 28 May 2018, 8 June 2018 and 2 July 2018 wherein the parties had called their witnesses to Court & closed its case thereafter. The Court directed the parties to file and exchange their written submissions before 15 July 2018, with allowance to be given for the chance to file reply submission, if any. The Court further fixed a Clarification date on 15 August 2018, and the Decision date on 29 August 2018. On 28 August 2018, the Court notified the parties on the postponement of the Decision date to 19 October 2018.

Since the Kuala Lumpur High Court's ("KLHC") Decision on 19 Oct 2018, the Defendant (DRP) had filed an appeal in the Court of Appeal on 5 November 2018. The Defendant had updated the Court of Appeal, during the case management on 10 December 2018, on the status of the Record of Appeal and the Grounds of Judgment which is still pending in the KLHC.

The Court of Appeal then directed the parties to update the Court on the status of filing of the Record of Appeal and the release of the Grounds of Judgment during the case management on 31 January 2019, which was later postponed to 20 March 2019.

c) Express Rail Link Sdn Bhd ("ERL") v Semasa Parking Sdn Bhd ("SPSB") & Metro Parking (M) Sdn Bhd ("MPM")

On 1 November 2018, MPM (Third Party) was served with a Third-Party Notice dated 31 October 2018 pertaining to a Kuala Lumpur High Court ("KLHC") legal suit between ERL (Plaintiff) and SPSB (Defendant) over a dispute on the alleged outstanding profit-sharing amount within the period from January 2013 to June 2014.

The Third-Party Notice was filed by the Defendant who is seeking for indemnification from the Third Party over the Plaintiff's claim, in the event the Court finds the Defendant liable.

The Third Party had filed their Memorandum of Appearance in the KLHC on 13 November 2018.

During the Case Management on 10 December 2018, the KLHC Judge has directed all parties to update the KLHC on (i) the close of pleadings, and (ii) any interlocutory application filed by the parties prior to the closing of the pleading, during the Case Management which is fixed on 11 February 2019.

DAMANSARA REALTY BERHAD (4030-D)

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 31 DECEMBER 2018.

B11 DIVIDEND

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

B12 EARNINGS PER SHARE ("EPS")

	Cumulative 12 months	
	Current Quarter 31-Dec-18	Preceding Year Quarter 31-Dec-17
a) Basic EPS		
Net profit attributable to ordinary shareholders (RM'000)	20,619	17,020
Weighted average number of ordinary shares in issue ('000)	318,371	309,371
Basic earnings per ordinary share (sen)	6.48	5.50

Basic earnings per share is calculated by dividing the net profit 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 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

WAN RAZMAH BINTI WAN ABD RAHMAN [MAICSA 7021383]

Secretary

Kuala Lumpur

20 February 2019