



**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the First Quarter ended 31 March 2015 (Unaudited)**

	Current Quarter Ended 31-Mar-15 RM'000	Corresponding Quarter Ended 31-Mar-14 RM'000	Cumulative Year To Date 31-Mar-15 RM'000	Corresponding Year To Date 31-Mar-14 RM'000
Revenue	190,050	177,351	190,050	177,351
Operating expenses	(121,535)	(117,778)	(121,535)	(117,778)
Gross profit	68,515	59,573	68,515	59,573
Other income	758	461	758	461
Administration expenses	(25,560)	(20,969)	(25,560)	(20,969)
Results from operating activities	43,713	39,065	43,713	39,065
Finance costs	(1,719)	(1,170)	(1,719)	(1,170)
Finance income	1,269	627	1,269	627
Net finance costs	(450)	(543)	(450)	(543)
Share of results of an associate	2,485	5,440	2,485	5,440
Profit before tax	45,748	43,962	45,748	43,962
Income tax expense	(11,388)	(9,235)	(11,388)	(9,235)
Profit for the period	34,360	34,727	34,360	34,727
Other comprehensive income/(loss), net of tax				
Share of other comprehensive income/(loss) of an associate	8,032	(1,280)	8,032	(1,280)
Other comprehensive income/(loss) for the period, net of tax	8,032	(1,280)	8,032	(1,280)
Total comprehensive income for the period attributable to Owners of the Company	42,392	33,447	42,392	33,447
Weighted average number of ordinary shares in issue ('000)	877,100	825,000	877,100	825,000
Basic earnings per ordinary share of RM0.50 each (sen)	3.92	4.21	3.92	4.21

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).



Condensed Consolidated Statement of Financial Position as at 31 March 2015 (Unaudited)

	UNAUDITED AS AT 31-Mar-15 RM'000	AUDITED AS AT 31-Dec-14 RM'000
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	477,815	470,983
Prepaid lease payments	10,767	10,859
Investment in an associate	260,400	237,739
Deferred tax asset	1,874	1,874
	<u>750,856</u>	<u>721,455</u>
CURRENT ASSETS		
Inventories	6,148	6,161
Trade and other receivables	315,724	317,668
Other investments	87,206	76,502
Cash and cash equivalents	168,040	194,896
	<u>577,118</u>	<u>595,227</u>
TOTAL ASSETS	<u>1,327,974</u>	<u>1,316,682</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	438,550	438,550
Share premium	146,686	146,686
Reserves	391,221	379,528
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	<u>976,457</u>	<u>964,764</u>
NON CURRENT LIABILITIES		
Borrowings	77,801	69,005
Deferred tax liabilities	5,518	5,518
TOTAL NON CURRENT LIABILITIES	<u>83,319</u>	<u>74,523</u>
CURRENT LIABILITIES		
Loans and borrowings	66,320	84,865
Trade and other payables	195,752	189,069
Current tax liabilities	6,126	3,461
TOTAL CURRENT LIABILITIES	<u>268,198</u>	<u>277,395</u>
TOTAL LIABILITIES	<u>351,517</u>	<u>351,918</u>
TOTAL EQUITY AND LIABILITIES	<u>1,327,974</u>	<u>1,316,682</u>
Net Assets per share (sen)	111	110

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).



DAYANG ENTERPRISE HOLDINGS BHD (712243-U)

**Condensed Consolidated Statement of Changes in Equity
For the First Quarter ended 31 March 2015 (Unaudited)**

	Attributable to the Owners of the Company						Total Equity RM'000
	Non-Distributable				Distributable		
	Share Capital RM'000	Share Premium RM'000	Other Capital Reserve RM'000	Cash Flow Hedge Reserve RM'000	Translation Reserve RM'000	Retained Earnings RM'000	
At 31 December 2013/1 January 2014	275,000	109,016	(123)	102	4,076	278,359	666,430
Share of other comprehensive (loss)/income of an equity-accounted associate	-	-	-	(47)	3,384	-	3,337
Total other comprehensive (loss)/income for the year	-	-	-	(47)	3,384	-	3,337
Profit for the year	-	-	-	-	-	180,132	180,132
Total comprehensive (loss)/income for the year	-	-	-	(47)	3,384	180,132	183,469
Bonus issue (nett of bonus issue expenses)	137,500	(109,016)	-	-	-	(28,605)	(121)
Issuance of ordinary shares under private placements (nett of placement issue expenses)	26,050	146,686	-	-	-	-	172,736
Dividends to owners of the company	-	-	-	-	-	(57,750)	(57,750)
At 31 December 2014	438,550	146,686	(123)	55	7,460	372,136	964,764



DAYANG ENTERPRISE HOLDINGS BHD (712243-U)

Condensed Consolidated Statement of Changes in Equity (continued)
For the First Quarter ended 31 March 2015 (Unaudited)

	Attributable to the Owners of the Company						Total Equity
	Non-Distributable				Distributable		
	Share Capital	Share Premium	Other Capital Reserve	Cash Flow Hedge Reserve	Translation Reserve	Retained Earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 31 December 2014/1 January 2015	438,550	146,686	(123)	55	7,460	372,136	964,764
Share of other comprehensive income of an equity-accounted associate	-	-	-	36	7,996	-	8,032
Total other comprehensive income for the year	-	-	-	36	7,996	-	8,032
Profit for the year	-	-	-	-	-	34,360	34,360
Total comprehensive income for the year	-	-	-	36	7,996	34,360	42,392
Dividends to owners of the company	-	-	-	-	-	(30,699)	(30,699)
At 31 March 2015	438,550	146,686	(123)	91	15,456	375,797	976,457

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).

**Condensed Consolidated Statement of Cash Flows
For the First Quarter ended 31 March 2015 (Unaudited)**

	Current Year-to-date 31-Mar-15 RM'000	Corresponding Year-to-date 31-Mar-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	45,748	43,962
Adjustments for:-		
- Non-cash items	7,600	3,588
- Non-operating items	451	543
Operating profit before changes in working capital	53,799	48,093
<u>Changes in working capital</u>		
Inventories	13	394
Trade and other receivables	1,944	51
Trade and other payables	(24,016)	(47,845)
Total changes in working capital	(22,059)	(47,400)
Cash generated from operations	31,740	693
Interest received	1,269	627
Interest paid	(881)	(546)
Tax paid	(8,723)	(6,439)
Total interest and tax paid	(8,335)	(6,358)
Net cash generated from/(used in) operating activities	23,405	(5,665)
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of additional investment in an associate	(12,143)	-
Acquisition of other investment	(10,000)	-
Acquisition of property, plant and equipment	(17,530)	(38,953)
Net cash used in investing activities	(39,673)	(38,953)
CASH FLOWS FROM FINANCING ACTIVITIES		
Share issue expenses	-	(121)
Proceeds from borrowings	13,432	53,432
Repayment of borrowings	(23,181)	(6,672)
Term loan interest paid	(839)	(624)
Dividend paid	-	-
Net cash (used in)/generated from financing activities	(10,588)	46,015
Net (decrease)/increase in cash and cash equivalents	(26,856)	1,397
Cash and cash equivalents at the beginning of the year	194,896	101,912
Cash and cash equivalents at the end of the year	168,040	103,309
Breakdown of cash and cash equivalents at the end of the year:-		
Short term deposits	100,460	57,481
Cash and bank balances	67,580	45,828
	168,040	103,309

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).



A. NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of reporting preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard 134 (MFRS134), *Interim Financial Reporting* and with IAS 34, *Interim Financial Reporting* and Appendix 9B part A of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting policies

A2.1 Adoption of Standards, Amendments and Interpretations

The significant accounting policies adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2014, except for the adoption of the following Standards, Amendments and Interpretations from 1 January 2015:

MFRS/Amendment/Interpretation	Effective date
• Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRSs 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 2, <i>Share-based Payment (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 3, <i>Business Combinations (Annual Improvements to MFRSs 2010-2012 Cycle and 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 8, <i>Operating Segments (Annual Improvements to MFRSs 2010-2012 cycle)</i>	1 July 2014
• Amendments to MFRS 13, <i>Fair Value Measurement (Annual Improvements to MFRSs 2010-2012 Cycle and 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 116, <i>Property, Plant and Equipment (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 119, <i>Employee Benefits – Defined Benefit Plans: Employee Contributions</i>	1 July 2014
• Amendments to MFRS 124, <i>Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 138, <i>Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 140, <i>Investment Property (Annual Improvements to MFRSs 2011-2013 Cycle)</i>	1 July 2014

The adoption of the above Standards, Amendments and Interpretations does not have a material impact on the financial statements of the Group and the Company.



A2.2 Standards, Amendments and Interpretations issued but not yet effective

• MFRS 14, <i>Regulatory Deferral Accounts</i>	1 January 2016
• Amendments to MFRS 116, <i>Property, Plant and Equipment</i> and MFRS 138, <i>Intangible Assets- Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
• Amendments to MFRS 11: <i>Joint Arrangements-Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
• Amendments to MFRS 5, <i>Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 7, <i>Financial Instruments: Disclosures – (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investment in Associates and Joint Ventures – Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture</i>	1 January 2016
• Amendments to MFRS 10, <i>Consolidated Financial Statements</i> , MFRS 12, <i>Disclosure of interests in Other Entities</i> and MFRS 128, <i>Investments in Associates and Joint Ventures-Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
• Amendments to MFRS 101, <i>Presentation of Financial Statements-Disclosure Initiative</i>	1 January 2016
• Amendments to MFRS 116, <i>Property, Plant and Equipment</i> and MFRS 141, <i>Agriculture – Agriculture: Bearer Plants</i>	1 January 2016
• Amendments to MFRS 119, <i>Employee Benefits (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 127, <i>Equity Method in Separate Financial Statements</i>	1 January 2016
• Amendments to MFRS 134, <i>Interim Financial Reporting (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• MFRS 15, <i>Revenue from Contracts with Customers</i>	1 January 2017
• MFRS 9, <i>Financial Instruments (2014)</i>	1 January 2018
• Amendments to MFRS 7, <i>Financial Instruments: Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2018

The Group plans to apply:

- from the annual period beginning on 1 January 2016 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2016, except Amendments to MFRS 5, Amendments to MFRS 11, Amendments to MFRS 138, Amendments to MFRS 141 and MFRS 14 which are assessed as presently not applicable to the Group.
- from the annual period beginning on 1 January 2017 for MFRS 15, Revenue from Contracts with Customers, which are effective for annual period beginning on or after 1 January 2017.
- from the annual period beginning on 1 January 2018 for MFRS 9 and Amendments for MFRS 7 which are both effective for annual period beginning on or after 1 January 2018

The initial application of the above accounting standards, amendments or interpretations are not expected to have any material financial impacts to the financial statements for current and prior period financial statements of the Group.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group and of the Company for the financial year ended 31 December 2014.



A4. Profit for the period

	Current quarter ended 31-Mar-15 RM'000	Current year-to-date 31-Mar-15 RM'000
Profit for the period is arrived at after charging:		
Depreciation of property, plant and equipment	10,790	10,790
Net foreign exchange loss	16	16

No write down/off of inventories, gain or loss on derivatives or material exceptional items are included in the profit of the Group for the period under review or for the comparative period.

A5. Seasonal or cyclical factors

Seasonality due to weather is not foreseen to affect the Group's vessel chartering operations. However, the offshore topside maintenance operations is normally affected by bad weather at the beginning and the end of the year and this factor has been taken into consideration in the Group's annual business plan.

A6. Items of unusual nature and amount

There were no items affecting the assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence for the current quarter.

A7. Material changes in estimates

There were no changes in the estimates of amounts reported in the prior interim periods of the current financial quarter or changes in the estimates of amounts relating to the prior financial years that have a material effect in the current quarter.

A8. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A9. Dividend paid

An interim dividend, in respect of the financial year ended 31 December 2014, of 3.5 sen per ordinary share tax exempt amounting to RM30,698,497.75 was declared on 25 February 2015 and paid to shareholders on 14 April 2015.

**A10. Segmental information**

The Group is organized into the following operating segments:-

1. Investment holding
2. Offshore Topside Maintenance Services (“Offshore TMS”)
3. Charter of Marine Vessels (“Marine Charter”)
4. Rental of offshore equipment (“Equipment Rental”)

Segmental Reporting

Cummulative 3 months ended 31 March 2015	Investment Holding RM'000	Offshore TMS RM'000	Marine Charter RM'000	Equipment Rental RM'000	Total RM'000	Elimination RM'000	Consolidated RM'000
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Revenue

External revenue	-	188,706	1,344	-	190,050	-	190,050
Inter-segment revenue	31,990	-	15,593	7,892	55,475	(55,475)	-
Total revenue	31,990	188,706	16,937	7,892	245,525	(55,475)	190,050

Results

Segment results	31,873	40,416	(830)	3,194	74,653	(30,940)	43,713
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Finance costs	-	(881)	(838)	-	(1,719)	-	(1,719)
Inter-segment finance costs	-	-	(434)	-	(434)	434	-
Total finance costs	-	(881)	(1,272)	-	(2,153)	434	(1,719)

Finance income	509	642	66	52	1,269	-	1,269
Inter-segment finance income	434	-	-	-	434	(434)	-
Total finance income	943	642	66	52	1,703	(434)	1,269

Share of results of an associate 2,485

Profit before tax **45,748**

Income tax expense **(11,388)**

Profit after tax **34,360**



A11. Valuation of property, plant and equipment

The property, plant and equipment of the Group have been brought forward without amendment from their previous annual financial statements.

A12. Capital commitments

As at 31 March 2015, there were no material capital commitments for capital expenditure, contracted for or known to be contracted for by the Group.

A13. Material events subsequent to the end of period reported

There are no material events subsequent to the end of the current quarter and current period up to 18 May 2015 (not earlier than 7 days from the date of announcement of this interim financial report) that have not been reflected in the financial statements for the current quarter.

A14. Changes in composition of the group

As at 31 March 2015, the Company holds in total 222,853,980 ordinary shares of RM0.50 each in Perdana Petroleum Bhd (PPB). The equity interest in PPB has increased from 28.61% (as at 31 December 2014) to 29.88% (as at 31 March 2015) as a result of additional purchases of PPB shares from the open market.

Except for the above, there were no changes in the composition of the Group.

A15. Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets that had arisen since the last financial year end.

**A16. Significant related party transactions**

The Group entered into the following transactions with related parties, in addition to compensations to Directors and other Key Management personnel, during the current quarter:-

Transactions with Directors and a company in which certain Directors have substantial financial interests:-	Nature	Amount for 3 months ended 31 March 2015	Unsettled balance as at 31 March 2015
		RM'000	RM'000
Ling Suk Kiong and Joe Ling Siew Loung @ Lin Shou Long	Rental of open yard fabrication facilities with workshop, warehouse and office in Labuan	180	-
Ling Suk Kiong and his spouse Wong Siew Hong	Rental of office in Miri	9	-
Kunci Prima Sdn Bhd (Directors and shareholders are Tengku Yusof Bin Tengku Ahmad Shahrudin, Joe Ling Siew Loung @ Lin Shou Long, Ling Suk Kiong and his spouse Wong Siew Hong)	Rental of office in Miri	186	-
Kunci Prima Sdn Bhd	Rental of office in Petaling Jaya	199	-
Kunci Prima Sdn Bhd	Rental of office in Kuala Baram	80	-
		<hr/>	
		654	-
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Transactions with a wholly owned subsidiary of an associate company	Nature	Amount for 3 months ended 31 March 2015	Unsettled balance as at 31 March 2015
		RM'000	RM'000
Perdana Nautika Sdn Bhd	Vessel charter expenses	23,617	23,438
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		23,617	23,438
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In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favourable than those transacted with unrelated parties.

**B ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS****B1. Review of performance of the Company and its principal subsidiaries**

The Group's performance for the quarter under review versus the corresponding quarter of the previous financial year is tabled below:

	Current Quarter ended 31-Mar-15 RM'000	Corresponding Quarter ended 31-Mar-14 RM'000	Variance	
			RM'000	%
Revenue	190,050	177,351	12,699	7
Profit before tax (excluding share of results of an associate)	43,263	38,522	4,741	12
Share of results of an associate	2,485	5,440	(2,955)	(54)
Profit before tax	45,748	43,962	1,786	4
Profit for the period	34,360	34,727	(367)	(1)
Other comprehensive loss, net of tax	8,032	(1,280)	9,312	
Total comprehensive income for the period attributable to owners of the Company	42,392	33,447	8,945	27

Comparatively, the Group's revenue for the current quarter ended 31 March 2015 increased by 7% while profit before tax (excluding share of results of an associate) for the current quarter increased by 12% when compared to the corresponding quarter ended 31 March 2014. The higher revenue in the current quarter as compared to the corresponding quarter is mainly due to higher value of work orders received and performed in the current quarter for the new Bardegg Baronia job that was awarded in November 2014.

Whilst revenue increased by RM12.7 million ie 7%, profit before tax (excluding share of results of an associate) for the current quarter increased by RM4.7 million ie. 12% due to higher profit margin contribution from the work orders performed as compared to the corresponding quarter.

The Group's associate, Perdana Petroleum Berhad, contributed approximately 5.4% to the profit before tax of the group for the current quarter.

In the opinion of the Directors, the results for the current quarter have not been affected by any transactions or events of a material nature which have arisen between 31 December 2014 and the date of this report.

**B2. Material changes in the quarterly results compared to the results of the preceding quarter**

	Current Quarter ended 31-Mar-15 RM'000	Preceding Quarter ended 31-Dec-14 RM'000	Variance RM'000	%
Revenue	190,050	241,539	(51,489)	(21)
Profit before tax (excluding share of results of an associate)	43,263	32,841	10,422	32
Share of results of an associate	2,485	4,120	(1,635)	(40)
Profit before tax	45,748	36,961	8,787	24

In the current quarter, the Group's revenue was 21% lower as compared to the preceding quarter while the profit before tax (excluding share of results of an associate) was 32% higher as compared to the preceding quarter.

The lower revenue of RM190.0 million for the current quarter as compared to RM241.5 million for the preceding quarter is mainly due to lower work orders received and performed in the current quarter.

Whilst revenue reduced by RM51.5 million ie. 21%, profit before tax (excluding share of results of an associate) increased by RM10.4 million ie. 32% in view of the fact that the work orders in the current quarter have a higher profit margin contribution as compared to that of the preceding quarter.

The Group's associate, Perdana Petroleum Berhad contributed a profit of approximately RM2.5 million in the current quarter ie a decrease of 40% from the preceding quarter.

B3. Prospects for 2015

The Group anticipates a challenging operating business environment for this financial year especially with the recent sharp decline in crude oil prices. Coupled with the global economic uncertainties particularly on the depreciation of our currency, oil majors are currently undertaking measures to reduce their operating expenditure as well as capital expenditure. Other initiatives by oil majors could include postponement of new projects or renegotiation of contracts with service providers and contractors.

Nevertheless, the Group has call out contracts estimated at about RM3.8 billion to last at least until 2018 and an outstanding tender book of approximately RM800.0 million together with various cost cutting initiatives and available reserves plus a healthy statement of financial position have placed the Group in a more resilient state. The Board of Directors are confident that we will prevail through this challenging time.

The Directors will continue to exercise due care and prudence in the running and administration of the Company's business and in ensuring that shareholders' values be sustained and enhanced.

B4. Profit forecast and profit guarantee

There was no profit guarantee issued by the Group.

**B5. Income tax expense**

	Current quarter ended 31-Mar-15 RM'000	Current year-to-date 31-Mar-15 RM'000
Malaysian income tax	11,388	11,388
Income tax expense	<u>11,388</u>	<u>11,388</u>

The lower effective tax rate applicable to the Group for the current quarter was mainly due to exemption from income tax under Section 54A of the Income Tax Act, 1967, in respect of revenue derived from the charter of some marine vessels by a subsidiary.

B6. Profit from sale of unquoted investments and/or properties

There were no disposals of unquoted investments and properties for the current quarter.

B7. Quoted securities**Movement in unit trusts:**

	Current quarter ended 31-Mar-15 RM'000	Cummulative Year-to-date 31-Mar-15 RM'000
At beginning of the period	76,502	76,502
Change in fair value	704	704
Addition	<u>10,000</u>	<u>10,000</u>
At end of the period	<u>87,206</u>	<u>87,206</u>
Market value	<u>87,206</u>	<u>87,206</u>

B8. Status of corporate proposal

The Company has on the 14 May 2015 entered into a conditional share sale agreement with Affin Hwang Asset Management Bhd (“AHAM”) for the proposed acquisition of 42,965,100 ordinary shares of RM0.50 each in Perdana Petroleum Bhd (“PPB”), representing approximately 5.74% equity interest in PPB. The total cash consideration is RM66,595,905 or RM1.55 per PPB share.

The Company has also announced its proposal to undertake the mandatory general offer (MGO) for all the remaining PPB shares not already owned after the proposed acquisition for a cash consideration of RM1.55 per PPB share and all the remaining PPB warrants not already owned for a cash consideration of RM0.84 per PPB warrant (“proposed MGO”)

Save as disclosed above, there was no corporate proposal announced or not completed by the Group as at the latest practicable date of 18 May 2015.

**B9. Status of utilisation of proceeds****Proceeds from placement shares**

	Proposed utilisation	Actual utilisation	Intended time frame for utilisation	Remark	
	RM'000	RM'000		RM'000	
Working capital and/or potential investment project(s)	170,677	88,244	Within 2 years from receipt of funds	82,433	Available for use
Estimated expenses for placement share issue	4,900	2,841	Upon completion of the private placement	2,059	See *** below
	<u>175,577</u>	<u>91,085</u>		<u>84,492</u>	

*** The excess of proposed utilisation over the actual utilisation of share issue expenses over the proposed utilisation will be added to the proposed utilisation for working capital and/or potential investment project(s) of the Group.

B10. Group borrowings and debt securities

Total Group's borrowings as at 31 March 2015 were as follows:

	RM'000
Short term borrowings-secured	
Revolving credit	50,000
Term loan	16,320
	<u>66,320</u>
Long term borrowings-secured	
Term loan	77,801
	<u>77,801</u>
Total	<u>144,121</u>

There are no foreign currency borrowings.

B11. Material litigation

As at 18 May 2015, (not earlier than 7 days from the date of announcement of this interim financial report), our Group is not engaged in any material litigation, claims or arbitration either as plaintiff or defendant, which will have a material effect on our financial position.

**B12. Dividend**

No dividend was proposed or declared during the quarter under review.

Total dividends paid during the respective financial years are as follows:

	Sen per share (net)	Total amount RM'000	Date of payment
<u>2015</u>			
Second interim 2014 ordinary (single-tier)	3.50	<u>30,699</u>	14-Apr-15
<u>2014</u>			
First interim 2014 ordinary (single-tier)	3.50	28,875	10-Oct-14
Second interim 2013 ordinary (single-tier)	3.50	<u>28,875</u>	16-Apr-14
		<u>57,750</u>	

B13. Earnings per share

Basic Earnings Per Share	Current Quarter Ended 31-Mar-15	Corresponding Quarter Ended 31-Mar-14	Cumulative Period Ended 31-Mar-15	Corresponding Period Ended 31-Mar-14
Profit for the period attributable to Owners of the Company (RM'000)	34,360	34,727	34,360	34,727
Weighted average number of ordinary shares in issue ('000)	877,100	825,000	877,100	825,000
Basic earnings per share (sen)	3.92	4.21	3.92	4.21



B14. Retained earnings

The breakdown of retained earnings of the Group as at reporting date, into realised and unrealised is as follows:

	As at 31-Mar-15 RM'000	As at 31-Dec-14 RM'000
Total retained earnings of the Company and its subsidiaries		
Realised	379,441	380,568
Unrealised	(3,644)	(8,432)
Total retained earnings as per consolidated accounts	<hr/> 375,797	<hr/> 372,136

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

B15. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 25 May 2015.