Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Fourth Quarter ended 31 December 2017 (Unaudited)

	Current Quarter Ended 31-Dec-17 RM'000	Corresponding Quarter Ended 31-Dec-16 RM'000	Cumulative Year To Date 31-Dec-17 RM'000	Corresponding Year To Date 31-Dec-16 RM'000
Revenue	173,755	199,198	695,485	708,238
Operating expenses	(130,864)	(143,460)	(479,531)	(452,692)
Gross profit	**42,891**	**55,738**	**215,954**	**255,546**
Other income	4,907	35,764	12,428	79,560
Administration expenses	(12,009)	1,859	(93,028)	(121,088)
Other expenses	(19,326)	(36,043)	(104,001)	(36,043)
Results from operating activities	**16,463**	**57,318**	**31,353**	**177,975**
Finance costs	(24,518)	(18,487)	(103,569)	(107,528)
Finance income	1,763	2,257	8,377	8,210
Net finance costs	**(22,755)**	**(16,230)**	**(95,192)**	**(99,318)**
Other non-operating income	-	27	-	27
(Loss)/profit before tax	**(6,292)**	**41,115**	**(63,839)**	**78,684**
Income tax expense	(53,416)	5,676	(88,377)	(24,704)
(Loss)/profit for the period	**(59,708)**	**46,791**	**(152,216)**	**53,980**
Other comprehensive (expense)/income, net of tax				
Foreign currency translation	(23,631)	51,528	(63,391)	27,312
Cash flow hedge	18	355	43	267
Other comprehensive (expense)/income for the period, net of tax	**(23,613)**	**51,883**	**(63,348)**	**27,579**
Total comprehensive (expense)/ income for the period	**(83,321)**	**98,674**	**(215,564)**	**81,559**
(Loss)/profit for the period				
Attributable to:				
Owners of the Company	(54,252)	46,707	(143,933)	54,543
Non-controlling interest	(5,456)	84	(8,283)	(563)
	(59,708)	**46,791**	**(152,216)**	**53,980**
Total comprehensive (expense)/income for the period				
Attributable to:				
Owners of the Company	(76,233)	97,559	(204,861)	81,574
Non-controlling interest	(7,088)	1,115	(10,703)	(15)
	(83,321)	**98,674**	**(215,564)**	**81,559**
Weighted average number of ordinary shares in issue ('000)	964,810	877,100	936,935	877,100
Basic (loss)/earnings per ordinary share (sen)	(5.62)	5.33	(15.36)	6.22

(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 2016 and the accompanying notes attached to this interim financial report).

Condensed Consolidated Statement of Financial Position
As at 31 December 2017 (Unaudited)

	UNAUDITED AS AT 31-Dec-17 RM'000	AUDITED AS AT 31-Dec-16 RM'000
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,473,583	1,801,610
Prepaid lease payments	9,755	10,123
Intangible assets	12,490	25,763
Deposit	45,291	48,810
Goodwill	653,627	653,627
Deferred tax asset	21,983	15,220
Derivative assets	233	190
TOTAL NON CURRENT ASSETS	**2,216,962**	**2,555,343**
CURRENT ASSETS		
Inventories	7,065	5,025
Trade and other receivables	203,625	244,798
Other investments	1,543	1,495
Deposits and prepayments	43,947	15,987
Current tax assets	3,665	7,997
Cash and cash equivalents	220,596	292,373
	480,441	567,675
TOTAL CURRENT ASSETS	**480,441**	**567,675**
TOTAL ASSETS	**2,697,403**	**3,123,018**
EQUITY AND LIABILITIES		
EQUITY		
Share capital	672,988	438,550
Share premium	-	146,686
Reserves	276,275	685,194
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	**949,263**	**1,270,430**
NON-CONTROLLING INTEREST	**201,118**	**7,763**
TOTAL EQUITY	**1,150,381**	**1,278,193**
NON CURRENT LIABILITIES		
Loans and borrowings	358,366	1,289,952
Deferred tax liabilities	70,300	19,170
TOTAL NON CURRENT LIABILITIES	**428,666**	**1,309,122**
CURRENT LIABILITIES		
Loans and borrowings	920,672	348,263
Trade and other payables	189,516	182,177
Current tax liabilities	8,168	5,263
TOTAL CURRENT LIABILITIES	**1,118,356**	**535,703**
TOTAL LIABILITIES	**1,547,022**	**1,844,825**
TOTAL EQUITY AND LIABILITIES	**2,697,403**	**3,123,018**
Net assets per share (sen)	98	145

(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 2016 and the accompanying notes attached to this interim financial report).

Condensed Consolidated Statement of Changes in Equity
For the Fourth Quarter ended 31 December 2017 (Unaudited)

	Attributable to the Owners of the Company					Non-controlling interest	Total Equity
	Non-Distributable			Distributable	Total		
	Share Capital	Share Premium	Other reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2016	**438,550**	**146,686**	**87,239**	**516,381**	**1,188,856**	**7,778**	**1,196,634**
					-		
Profit for the year	-	-	-	54,543	54,543	(563)	53,980
Foreign currency translation differences for foreign operations	-	-	26,769	-	26,769	543	27,312
Cash flow hedge	-	-	262	-	262	5	267
Total comprehensive income for the year	-	-	27,031	54,543	81,574	(15)	81,559
At 31 December 2016	**438,550**	**146,686**	**114,270**	**570,924**	**1,270,430**	**7,763**	**1,278,193**

Condensed Consolidated Statement of Changes in Equity (Cont'd)
For the Fourth Quarter ended 31 December 2017 (Unaudited)

	Attributable to the Owners of the Company						
	Non-Distributable			Distributable			
	Share Capital	Share Premium	Other reserve	Retained Earnings	Total	Non-controlling interest	Total Equity
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
At 1 January 2017	**438,550**	**146,686**	**114,270**	**570,924**	**1,270,430**	**7,763**	**1,278,193**
Transfer in accordance with Section 618(2) of the Companies Act 2016 (Note A8)	146,686	(146,686)	-	-	-	-	-
Loss for the period	-	-	-	(143,933)	(143,933)	(8,283)	(152,216)
Foreign currency translation differences for foreign operations	-	-	(60,966)	-	(60,966)	(2,425)	(63,391)
Cash flow hedge	-	-	38	-	38	5	43
Total comprehensive expense for the period	-	-	(60,928)	(143,933)	(204,861)	(10,703)	(215,564)
Issuance of ordinary shares under private placements (net of placement issue expenses)	87,752	-	-	-	87,752	-	87,752
Dividend-in-specie to owners of the Company	-	-	-	(452,955)	(452,955)	-	(452,955)
Changes in ownership interest in a subsidiary	-	-	-	259,927	259,927	193,028	452,955
At 31 December 2017	**672,988**	**-**	**53,342**	**233,963**	**960,293**	**190,088**	**1,150,381**

(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 2016 and the accompanying notes attached to this interim financial report).

Condensed Consolidated Statement of Cash Flows
For the Fourth Quarter ended 31 December 2017 (Unaudited)

	Current year-to-date 31-Dec-17 RM'000	Corresponding year-to-date 31-Dec-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Loss before tax	(63,839)	78,684
Adjustments for:-		
- Non-cash items	223,501	69,064
- Non-operating items	95,141	99,318
Operating profit before changes in working capital	254,803	247,066
Changes in working capital		
Inventories	(2,041)	1,861
Trade and other receivables	(76,565)	28,621
Trade and other payables	82,717	89,522
Total changes in working capital	4,111	120,004
Cash generated from operations	**258,914**	**367,070**
Interest received	7,231	8,210
Interest paid	(3,390)	-
Tax paid	(39,993)	(46,491)
Total interest and tax paid	(36,152)	(38,281)
Net cash generated from operating activities	**222,762**	**328,789**
CASH FLOWS FROM INVESTING ACTIVITIES		
Refundable deposits refunded	-	25,653
Withdrawal/(Placement) of fixed deposits	2,233	(37,982)
Acquisition of property, plant and equipment	(12,579)	(12,131)
Proceeds from disposal of property, plant and equipment	12,923	330
Net cash generated from/(used in) investing activities	**2,577**	**(24,130)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown of Sukuk Bonds	-	635,000
Proceeds from private placement of shares	87,752	-
Proceeds from borrowings	190,000	-
Repayment of borrowings	(521,889)	(808,456)
Payments of finance lease liabilities	(12,243)	-
Interest paid.	(56,394)	(77,111)
Coupon paid	(27,967)	(14,883)
Net cash used in financing activities	**(340,741)**	**(265,450)**
Net (decrease)/increase in cash and cash equivalents	**(115,402)**	**39,209**
Effect of foreign exchange translation	**45,816**	**(23,079)**
Cash and cash equivalents at the beginning of the period	**234,487**	**218,315**
Cash and cash equivalents at the end of the period	**164,901**	**234,445**

Breakdown of cash and cash equivalents at the end of the period:-		
Short term deposits	183,729	193,224
Cash and bank balances	36,867	99,149
	220,596	**292,373**
Less: Deposits pledged as security	(55,695)	(57,928)
Cash and cash equivalents	164,901	234,445

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 2016 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 2016 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting policies

A2.1 Adoption of Accounting 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 2016, except for the adoption of the following Accounting Standards, Amendments and Interpretations from 1 January 2017:

MFRS/ Amendment/ Interpretation	Effective date
Amendments to MFRS 12, *Disclosure of Interests in Other Entities (Annual Improvements to MFRS Standards 2014 – 2016 Cycle)*	1 January 2017
Amendments to MFRS 107, *Statement of Cash Flows - Disclosure Initiative*	1 January 2017
Amendments to MFRS 112, *Recognition of Deferred Tax Assets for Unrealised Losses*	1 January 2017

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

A2. Changes in Accounting policies (Cont'd)

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

MFRS/ Amendment/ Interpretation	Effective date
MFRS 9, *Financial Instruments* (2014)	1 January 2018
MFRS 15, *Revenue from Contracts with Customers* Clarifications to MFRS 15, *Revenue from Contracts with Customers*	1 January 2018
IC Interpretation 22, *Foreign Currency Transactions and Advance Consideration*	1 January 2018
Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRS Standards 2014-2016 Cycle)*	1 January 2018
Amendments to MFRS 2, *share-based payment-Classification and Measurement of Share-based Payment Transaction*	1 January 2018
Amendments to MFRS 4, *insurance Contracts-Applying MFRS 9 Financial Instruments with MFRS 4 Insurance Contracts*	1 January 2018
Amendments to MFRS 128, *Investments in Associates and Joint Venture (Annual Improvements to MFRS Standards 2014-2016 Cycle)*	1 January 2018
Amendments to MFRS 140, *Investment Property – Transfers of Investment Property*	1 January 2018
MFRS 16, *Leases*	1 January 2019
IC Interpretation 23, *Uncertainty over Income Tax Treatments*	1 January 2019
Amendments to MFRS 3, *Business Combinations (Annual Improvements to MFRS Standards 2015-2017 Cycle)*	1 January 2019
Amendments to MFRS 9, *Financial Instruments – Prepayment Features with Negative Compensation*	1 January 2019
Amendments to MFRS 11, *Joint Arrangements (Annual Improvements to MFRS Standards 2015-2017 Cycle)*	1 January 2019
Amendments to MFRS 112, *Income Taxes (Annual Improvements to MFRS Standards 2015-2017 Cycle)*	1 January 2019
Amendments to MFRS 123, *Borrowing Costs (Annual Improvements to MFRS Standards 2015-2017 Cycle)*	1 January 2019
Amendments to MFRS 128, *Investments in Associates and Joint Ventures – Long-term Interests in Associates and Joint Ventures*	1 January 2019
MFRS 17, *Insurance Contracts*	1 January 2021
Amendments to MFRS 10, *Consolidated Financial Statements and MFRS 128, Investments in Associates and Joint Ventures – Sale or Contribution of Assets between an Investor and its Associate or Joint Venture*	To be determined

A2. Changes in Accounting policies (Cont'd)

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

The Group and the Company plan to apply:

- from the annual period beginning on 1 January 2018, those accounting standards, amendments or interpretations that are effective for annual period beginning on or after 1 January 2018, except for Amendments to MFRS 2, Amendments to MFRS 4, Amendments to MFRS 128 and Amendments to MFRS 140, which are assessed as presently not applicable to the Group.

- from the annual period beginning on 1 January 2019, the accounting standards, amendments or interpretations that are effective for annual period beginning on or after 1 January 2019 except for Amendments to MFRS 11 and Amendments to MFRS 128 which are assessed as presently not applicable to the Group.

- from the annual period beginning 1 January 2021 for MFRS 17, which is assessed as presently not applicable to the Group.

The initial application of the above accounting standards, amendments or interpretations is not expected to have any material financial impacts on the financial statements of the Group for the current and prior periods except as mentioned below:

(i) MFRS 15, *Revenue from Contracts with Customers and Clarifications to MFRS 15, Revenue from Contracts with Customers*

MFRS 15 replaces the guidance in MFRS 111, *Construction Contracts*, MFRS 118, *Revenue*, IC Interpretation 13, *Customer Loyalty Programmes*, IC Interpretation 15, *Agreements for Construction of Real Estate*, IC Interpretation 18, *Transfers of Assets from Customers* and IC Interpretation 131, *Revenue Barter Transactions Involving Advertising Services.*

(ii) MFRS 9, *Financial Instruments*

MFRS 9 replaces the guidance in MFRS 139, *Financial Instruments: Recognition and Measurement* on the classification and measurement of financial assets and financial liabilities, and on hedge accounting.

(iii) MFRS 16, Leases

MFRS 16 replaces the guidance in MFRS 117, *Leases*, IC Interpretation 4, *Determining whether an Arrangement contains a Lease*, IC Interpretation 15, *Operating Leases – Incentives* and IC Interpretation 127, *Evaluating the Substance of Transaction Involving the Legal Form of a Lease.*

The adoption of MFRS 15, MFRS 9 and MFRS 16 will result in a change in accounting policies. The Group is currently assessing the financial impact that may arise from the adoption of these accounting standards.

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 2016.

A4. Profit/(loss) for the period

	Current quarter ended	Corresponding quarter ended	Current year-to-date	Corresponding year-to-date
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
	RM'000	RM'000	RM'000	RM'000
Loss for the period is arrived at after charging/(crediting):				
Amortisation of intangible assets	3,318	4,296	13,272	17,183
Depreciation of property, plant and equipment	23,709	25,365	125,544	124,860
(Reversal)/provision of impairment loss on property, plant and equipment	(17,422)	3,639	32,960	3,639
Allowance for impairment loss on receivables	-	-	1,443	-
Realised (gain)/ loss on foreign exchange	(1,970)	(7,550)	149	19,232
Unrealised loss/(gain) on foreign exchange	21,529	(41,364)	51,903	(75,615)

Save for the above, there were no allowance for impairment loss on receivables or inventories, gain or loss on disposal of quoted or unquoted investments or properties and material exceptional items that are included in the profit of the Group for the current quarter and financial year ended 31 December 2017.

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 are 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, except for the other comprehensive expense arising from realised/unrealised foreign exchange loss and foreign currency translation of investment in Labuan subsidiaries denominated in US Dollars, sale of a leasehold building, a net additional allowance for impairment loss on property, plant and equipment ("PPE"), an impairment loss on goodwill, an impairment loss on receivables, as well as additional tax expense and deferred tax expense that have been provided for.

During the current quarter and financial year-to-date, the other expenses comprise of unrealised foreign exchange loss of RM21.5 million and RM51.9 million respectively and realised foreign exchange gain of RM2.0 million and realised foreign exchange loss of RM0.1 million respectively whereas the other comprehensive expenses arising from foreign currency translation amounted to losses of RM23.6 million and RM63.3 million respectively.

In addition, the Group has made a reversal of RM17.4 million for impairment loss on PPE during the current quarter, resulting in a net allowance of RM32.9 million impairment loss provided for during the current financial year (refer Note A12). The group has also provide for an allowance RM1.4 million for impairment loss on receivables as well as additional tax expense of RM2.8 million arising from finalization of prior year's tax computation and a deferred tax expense of RM52.8 million (refer Note B5) during the financial year-to-date.

A7. Material changes in estimates

There were no changes in the estimates of amounts reported in the current quarter and financial period to-date.

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, except for private placement of up to 10% of the total number of issued shares of the company [see detail in note B8 (ii)]

In accordance with Section 618 of the Companies Act 2016, any amount standing to the credit of the share premium account and the capital redemption reserve has become part of the Company's share capital. The Company has 24 months upon the commencement of the Companies Act 2016 on 31 January 2017 to utilize the credit.

A9. Dividend

The Board of Directors had on 12 May 2017 announced a proposed distribution of up to 292,229,202 Perdana Shares representing about 37.5% equity interest in Perdana, by way of dividend-in-specie to the shareholders of Dayang. The entitlement date was on 16 November 2017.

The dividend-in-specie was paid on 23 November 2017 and was completed on 8 December 2017 with the total distribution of 292,228,598 Perdana Shares representing about 37.5% equity interest in Perdana (refer note B8 (iii)).

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")

Business Segment

Current quarter ended 31 December 2017	**Investment Holding RM'000**	**Offshore TMS RM'000**	**Marine Charter RM'000**	**Equipment Rental RM'000**	**Total RM'000**	**Adjustments RM'000**	**Consolidated RM'000**
Revenue							
External revenue	-	143,088	30,667	-	173,755	-	173,755
Inter-segment revenue	1,258	-	17,515	3,774	22,547	(22,547)	-
Total revenue	1,258	143,088	48,182	3,774	196,302	(22,547)	173,755
Results							
Segment results	(486)	20,564	(25,719)	(859)	(6,500)	22,963	16,463
Finance costs	(6,555)	(2,342)	(15,621)	-	(24,518)	-	(24,518)
Finance income	185	607	971	-	1,763	-	1,763
Loss before tax	**(6,856)**	**18,829**	**(40,369)**	**(859)**	**(29,255)**	**22,963**	**(6,292)**
Income tax expense							(53,416)
Loss after tax							**(59,708)**

A10. Segmental Information (Cont'd)

Business Segment (Cont'd)

Corresponding quarter ended 31 December 2016	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
Revenue							
External revenue	-	157,355	41,843	-	199,198	-	199,198
Inter-segment revenue	432	-	25,924	2,865	29,221	(29,221)	-
Total revenue	432	157,355	67,767	2,865	228,419	(29,221)	199,198
Results							
Segment results	(169)	15,631	(5,544)	(1,567)	8,351	48,994	57,345
Finance costs	(9,812)	461	(9,136)	-	(18,487)	-	(18,487)
Finance income	202	1,103	896	56	2,257	-	2,257
Profit before tax	**(9,779)**	**17,195**	**(13,784)**	**(1,511)**	**(7,879)**	**48,994**	**41,115**
Income tax expense							5,676
Profit after tax							**46,791**

A10. Segmental Information (Cont'd)

Business Segment (Cont'd)

Current 12 months ended 31 December 2017	Investment Holding RM'000	Offshore TMS RM'000	Marine Charter RM'000	Equipment Rental RM'000	Total RM'000	Adjustments RM'000	Consolidated RM'000
Revenue							
External revenue	-	597,454	98,031	-	695,485	-	695,485
Inter-segment revenue	500,748	-	103,286	15,479	619,513	(619,513)	-
Total revenue	500,748	597,454	201,317	15,479	1,314,998	(619,513)	695,485
Results							
Segment results	492,593	139,686	(116,972)	(1,252)	514,055	(482,702)	31,353
Finance costs	(36,985)	(3,390)	(63,194)	-	(103,569)	-	(103,569)
Finance income	1,454	3,648	3,120	155	8,377	-	8,377
Loss before tax	**457,062**	**139,944**	**(177,046)**	**(1,097)**	**418,863**	**(482,702)**	**(63,839)**
Income tax expense							**(88,377)**
Loss after tax							**(152,216)**

A10. Segmental information (cont'd)

Business segment (cont'd)

Corresponding 12 months ended 31 December 2016	**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**
Revenue							
External revenue	-	586,326	121,912	-	708,238	-	708,238
Inter-segment revenue	4,200	-	155,835	19,932	179,967	(179,967)	-
Total revenue	4,200	586,326	277,747	19,932	888,205	(179,967)	708,238
Results							
Segment results	(185)	96,238	41,998	3,844	141,895	36,107	178,002
Finance costs	(39,213)	(1,479)	(67,126)	-	(107,818)	290	(107,528)
Finance income	916	4,852	2,488	244	8,500	(290)	8,210
Profit before tax	**(38,482)**	**99,611**	**(22,640)**	**4,088**	**42,577**	**36,107**	**78,684**
Income tax expense							(24,704)
Profit after tax							**53,980**

A11. Valuation of goodwill

Under MFRS 136, *Impairment of Assets* the Group is required to annually carry out impairment test on the cash generated units ("CGUs"), of which goodwill is allocated. For the purpose of impairment testing, goodwill is allocated to the Group's operating activities (i.e. marine charter) which represent the lowest level within the Group at which the goodwill is monitored for internal management purposes.

MFRS 136 states that the annual impairment test for the following items may be performed at any time within an annual reporting period, provided that the test is performed at the same time every year. The Group reassessed the valuation of its CGUs as at 30 September 2017 to determine whether there is any indication that its CGUs may be impaired.

The Group has adopted value-in-use ("VIU") estimations which entail discounting the estimated future cash flows from the continuing use of the CGUs. The recoverable amounts were compared against the carrying amounts of the CGUs.

A12. Valuation of property, plant and equipment ("PPE")

The Group reassessed its assets (except for inventories, deferred tax assets and financial assets) as at 31 December 2017 to determine whether there is any indication that its assets may be further impaired or recovered.

The Group has adopted value-in-use ("VIU") estimations which entail discounting the estimated future cash flows from the continuing use of PPE. The recoverable amounts were compared against the carrying amounts of the PPE.

For the current financial quarter ended 31 December 2017, the Group has made a reversal of impairment losses on PPE of RM17.4 million, resulting in a net allowance of RM32.9 million impairment losses provided for during the current financial year. The Group's accumulated impairment losses has been increased from RM7.6 million as at 31 December 2016 to RM40.6 million as at 31 December 2017, taking into account, *inter alia*, impairment loss on disposal of a vessel based on fair value less cost of disposal amounting to RM32.0 million.

A13. Capital commitments

As at 31 December 2017, the Group has no outstanding or additional capital commitments which are approved and/or contracted for.

A14. Material events subsequent to the Reporting Period

There were no material events subsequent to the current financial quarter ended 31 December 2017 up to 16 February 2018 (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.

A15. Changes in composition of the group

There were no changes in the composition of the Group for the current quarter ended 31 December 2017.

A16. Contingent Liabilities

The following are the contingent liabilities outstanding as at 31 December 2017:

	As at 31-Dec-17
	RM'000
Unsecured:-	
Bank guarantee granted to third parties for the benefit of a subsidiary	4,800
	4,800

Further to the conclusion of the tax audit for Year of Assessment (“YA”) 2007 to YA2010 as disclosed in Note 32 to the audited financial statements for the year ended 31 December 2016, the Inland Revenue Board (IRB) has requested the subsidiary of the Group to revise its tax computations for YA2011 and subsequent years. The subsidiary of the Group has engaged a tax consultant to assist in the matter and assess the tax impacts thereof. In February 2017, The subsidiary of the Group responded to IRB that it disagreed with applying the same computation method used for the earlier tax audit exercise based on reasonable technical grounds. The Group may need to provide for additional tax payable, if any, arising from any revision of the tax computations for YA2011 and subsequent years, the outcome of which cannot be ascertained at this present stage. As at the latest practicable date 14 November 2017, the subsidiary of the Group has not received any response from the IRB to its reply of February 2017.

A17. 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 12 months ended 31 December 2017	Unsettled balance as at 31 December 2017
		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	648	-
Ling Suk Kiong and his spouse Wong Siew Hong	Rental of office in Miri	36	-
Kunci Prima Sdn Bhd (Directors and shareholders are Tengku Yusof Bin Tengku Ahmad Shahruddin, Joe Ling Siew Loung @ Lin Shou Long, Ling Suk Kiong and his spouse Wong Siew Hong)	Rental of office in Miri	744	-
Kunci Prima Sdn Bhd	Rental of office in Petaling Jaya	796	-
Kunci Prima Sdn Bhd	Rental of office in Kuala Baram	289	-
		2,513	-

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 favorable than those transacted with unrelated parties.

B ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS

B1. Review of Financial Performance

B1.1 The Group's performance for the current quarter under review versus the corresponding quarter of the previous financial year is tabled below:

	Current Quarter ended 31-Dec-17	Corresponding Quarter ended 31-Dec-16	Variance	
	RM'000	RM'000	RM'000	%
Revenue	173,755	199,198	(25,443)	(13)
Gross profit	42,891	55,738	(12,847)	(23)
Profit before interest and tax	16,463	57,318	(40,855)	(71)
(Loss)/Profit before tax	(6,292)	41,115	(47,407)	(115)
(Loss)/Profit after tax	(59,708)	46,791	(106,499)	(228)
(Loss)/Profit attributable to ordinary equity Holders of the Parent	(57,085)	46,707	(103,792)	(222)

Comparatively, the Group's revenue for the current quarter ended 31 December 2017 decreased by 13% while the group made a loss before tax of RM6.3 million for the current quarter as opposed to profit before tax of RM41.1 million in the corresponding quarter ended 31 December 2016.

The decrease in revenue in the current quarter is mainly due to lower work orders received and performed.

The group registered a loss before tax in the current quarter due to lower profit margins from lower charter rates and taken into account expenses such as net realised/unrealised foreign exchange loss of RM19.6 million as compared to net realised/unrealised foreign exchange gain of RM48.9 million in the corresponding quarter.

The loss after tax of RM56.9 million in the current quarter had taken into account of current year tax expenses of RM0.6 million and deferred tax expense of RM52.8 million (refer note B5).

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 2017 and the date of this report.

B1. Review of Financial Performance (Cont'd)

B1.2 The Group's performance for the current financial period-to-date under review versus the corresponding previous financial period-to-date is tabled below:

	Cummulative year-to-date 31-Dec-17	Corresponding year-to-date 31-Dec-16	Variance	
	RM'000	RM'000	RM'000	%
Revenue	695,485	708,238	(12,753)	(2)
Gross profit	215,954	255,546	(39,592)	(15)
Profit before interest and tax	31,353	177,975	(146,622)	(82)
(Loss)/Profit before tax	(63,839)	78,684	(142,523)	(181)
(Loss)/Profit after tax	(152,216)	53,980	(206,196)	(382)
(Loss)/profit attributable to Ordinary Equity Holders of the Parent	(146,766)	54,543	(201,309)	(369)

Revenue decreased by 2% from RM708.2 million in the previous corresponding year-to-date to RM695.5 million in the current year-to-date. The lower revenue in the current year as compared to the corresponding year is mainly due to lower value of work order received and performed in the current year-to-date.

Group registered a loss before tax for the financial year ended 31 December 2017 of RM63.8 million. This is mainly due to an impairment loss on property, plant and equipment of RM33.0 million, impairment loss on receivables of RM1.4 million and net realised/unrealised foreign exchange loss of RM52.0 million as compared to a net realised/unrealised foreign exchange gain of RM56.4 million, and impairment loss on PPE of RM3.6 million in the preceding year.

The loss after taxation in the current year had taken into account both current and prior year tax expenses amounting to RM35.6 million and a deferred tax expenses of RM52.8 million (refer note B5).

B2. Financial review for current quarter results compared to the results of the immediate preceding quarter

	Current Quarter ended 31-Dec-17 RM'000	Preceding Quarter ended 30-Sep-17 RM'000	RM'000	Variance %
Revenue	173,755	212,803	(39,048)	(18)
Gross profit	42,891	74,198	(31,307)	(42)
Profit before interest and tax	16,463	40,742	(24,279)	(60)
(Loss)/Profit before tax	(6,292)	14,804	(21,096)	(143)
(Loss)/Profit after tax	(59,708)	747	(60,455)	(8,093)
(Loss)/Profit attributable to Ordinary Equity Holders of the Parent	(57,085)	1,122	(58,207)	(5,188)

In the current quarter, the Group's revenue was 18% lower as compared to the preceding quarter. In the current quarter the Group generated loss before tax of RM6.3 million as compared to profit before tax of RM14.8 million in the preceding quarter.

The decrease in revenue in the current quarter as compared to the immediate preceding quarter is mainly due to lower vessel utilisation rate and lower work orders from the maintenance contracts.

The loss before tax of RM6.3 million in the current quarter is mainly attributed to reversal of impairment loss on property, plant and equipment of RM17.4 million as well as net realised/unrealised foreign exchange loss of RM19.6 million, as compared to a net realised/unrealised foreign exchange loss of RM7.9 million in the preceding quarter.

The loss after tax of RM56.9 million in the current quarter had taken into account of current year tax expenses amounting to RM0.6 million and a deferred tax expenses of RM52.8 million as compared to both current and prior year tax expenses of RM14.1 million recognized in the preceding quarter (refer note B5).

B3. Prospects

Generally, for 2017 business activities have only improved slightly as a couple of contracts namely the Topside Structural Maintenance (TSM) and the Facilities Improvement Project (FIP) expired in June 2017 and the group were awaiting the award of the Maintenance Construction and Modification (MCM) Contract. Group revenue for 2017 was slightly better by RM12.7 million compared to that of the corresponding year for 2016.

The Group suffered a net loss of RM152.2 million in 2017 as compared to a net profit of RM53.98 million in 2016. Financials for the year 2017 was greatly down because of mostly one-offs impairments on PPE of RM32.9 million, impairment loss on receivables of RM1.4 million and unrealised foreign exchange loss of RM52.0 million. The loss after taxation had taken into account the deferred taxation of RM52.8 million.

In reality, the Group is experiencing an increase in work activities and profitability for the topside maintenance services (TSM), Hook-up and Commissioning (HUC) contracts, Engineering Procurement Construction and Commissioning (EPCC) services despite a drop in fleet utilisation of its 25 offshore support vessels and drop in vessel charter rates by some 25%. The fleet utilisation rate of the vessels have dropped from 58% in 2016 to 52% in 2017.

B3. Prospects (Cont'd)

Going into 2018, the Group will continue to draw down its revenue from its balance contract order book of RM2.8 billion that stood as at 31 December 2017. The Group will continue to operate within the core competencies of the new Maintenance Construction and Modification (MCM) contract and also the remaining HUC and EPCC contracts and OSVs charter. Based on current work orders received from the oil majors and the work planning activity programs that are on hand currently, it is therefore envisaged that 2018 should be a very busy year and we remain upbeat. The MCM, Pan HUC and EPCC is now experiencing more renewed activities as the price of crude is now hovering above USD60 per barrel.

It should also be noted that the Group is currently awaiting the results of some tenders for contracts with oil majors that are still under evaluation. Any successful win in this should see a further replenishment of the order book lasting for one to five years. Though it is not possible to predict the outcome of these tenders, the Group has always demonstrated its operational and technical supremacy in winning these brownfield contracts.

At PPB it should be noted that the fleet utilisation should improve going into 2018 as more than 9 vessels out of a fleet of 16 will be earmarked for Dayang's offshore maintenance, hook-up commissioning and EPCC contracts, in line with the roll-out of Dayang's contracts with various oil majors.

The Board is well briefed of the Group's outlook on a much improved prospect going into 2018. Nevertheless, the Board will remain cautious and vigilant in its pursuit for more contract replenishment and in the management of the Group cashflows and the sustenance of the Group in a very challenging market environment. The Board will continue to exercise due care and prudence in the running and administration of the company's business amidst yet a very challenging industry.

B4. Profit forecast and profit guarantee

There was no profit guarantee issued by the Group.

B5. Income tax expense

	Current quarter ended 31-Dec-17	Corresponding quarter ended 31-Dec-16	Current year-to-date 31-Dec-17	Corresponding year-to-date 31-Dec-16
	RM'000	RM'000	RM'000	RM'000
Malaysian income tax				
Current year	(2,239)	(5,676)	32,709	24,704
Prior year	2,832	-	2,845	-
	593	(5,676)	35,554	24,704
Deferred tax expense				
Current year	52,823	-	52,823	-
Income tax expense	53,416	(5,676)	88,377	24,704

Despite the low consolidated profit for the current quarter and consolidated loss for financial year-to-date, the Group still incurs a tax charge of RM0.6 million and RM35.5 million respectively as the losses incurred by certain group entities cannot be offset against the taxable profits made by other group entities. In addition, there is an additional tax payable of RM2.8 million arising from prior year's finalized tax computation of one of the subsidiaries.

A deferred tax expense of RM52.8 million had been recognized during the financial year ending 31 December 2017.

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-Dec-17 RM'000	Cummulative Year-to-date 31-Dec-17 RM'000
At beginning of the period	1,531	1,495
Change in fair value	12	48
At end of the period	1,543	1,543
Market value	1,543	1,543

B8. Status of corporate proposal

(i) Public Shareholding Spread

The subsidiary of the Group, Perdana Petroleum Bhd ("PPB") had on 3 February 2016 submitted to Bursa Securities an application for a further extension of time to comply with the public spread requirement. Bursa Securities has vide their letter dated 1 April 2016 granted PPB a further extension of time of 6 months i.e. from 13 February 2016 to 12 August 2016 to comply with the public shareholding spread requirement.

PPB had on 20 July 2016 and 28 December 2016 applied for a further extension of time of three months from 13 August 2016 to 12 November 2016 and seven months from 13 November 2016 to 30 June 2017 respectively to comply with the public shareholding spread requirement.

On 24 February 2017, PPB announced that Bursa Securities had vide their letter dated 23 February 2017 granted PPB an extension of time until 12 May 2017 to comply with the public shareholding spread requirement.

PPB had on 8 May 2017 applied for a further extension of time of six months from 13 May 2017 to 12 November 2017 to comply with the public shareholding spread requirement.

Following the above application, Dayang had on 12 May 2017 proposed to undertake a dividend-in-specie to distribute up to 292,229,202 of PPB's shares, representing 37.5% of Dayang equity interest in PPB to the shareholders of Dayang to improve the public shareholding spread of PPB to 20%.

On 16 May 2017, PPB made an announcement proposing to undertake a private placement of up to 10% of the total number of issued shares of PPB ("Proposal") to improve its public shareholding spread as well as to raise funds for working capital and partially repay bank borrowings. In addition, PPB had on the same day applied to Bursa Securities to seek resumption of trading of its shares on the Main Market of Bursa securities upon completion of the Dayang Distribution ("Resumption of Trading"). The purpose of the Resumption of Trading is to allow the shareholders of Dayang to commence trading of their PPB shares and also to facilitate the implementation of the Proposal by providing a market reference price for pricing the new PPB shares to be issued pursuant to the proposal.

B8. Status of corporate proposal (Cont'd)

(i) Public Shareholding Spread (Cont'd)

On 2 June 2017, PPB announced that Bursa Securities had vide their letter dated 25 May 2017 granted the Company an extension of time until 30 November 2017 to comply with the Public Spread requirement.

Subsequently on 19 July 2017, Bursa Securities had vide their letter granted approval and accepted the PPB's application for a lower Public Spread Requirement. Bursa Securities had also approved the PPB's application for the resumption of trading of its shares upon completion of the Dayang Distribution.

On 7 November 2017, PPB had submitted the additional listing application in relation to the Proposal to Bursa Securities for approval.

On 8 December 2017, Dayang had completed its dividend-in-specie and that 292,228,598 shares had been credited into the CDS accounts of the entitled shareholders of Dayang. Following the completion of the said dividend-in-specie, PPB's public shareholding spread has been regularized to 20.016%.

Subsequent to the additional listing application submitted on 7 November 2017, Bursa Securities had granted its approval for the listing of and quotation for up to 77,847,094 new PPB shares on the MMLR, subject to PPB ensuring full compliance of all the requirements as provided under the MMLR at all times.

On 15 December 2017, PPB announced that the trading in PPB Shares will resume with effect from 9.00 a.m. on 18 December 2017.

(ii) Private Placement of up to 10% of the total number of issued shares of Dayang Enterprise Holdings Bhd ("Dayang")

The Board of Directors had on 24 February 2017 announced a proposed private placement of up to 10% of the total number of issued shares of Dayang.

Bursa Malaysia Securities Berhad has vide its letter dated 2 March 2017 approve the listing of and quotation for up to 87,709,993 new shares (Placement Shares) on the Main Market of Bursa Securities.

The Private Placement has been completed on 27 April 2017 following the listing and quotation for 87,709,900 placement shares, representing approximately 10% of the total number of issued shares of Dayang, on the Main Market of Bursa Securities. Total gross proceeds of RM89,113,258.40 were raised from placing out 87,709,900 shares at placement price of RM1.016 per share.

B8. Status of corporate proposal (Cont'd)

(iii) Status of utilisation of proceeds

Dayang intends to utilize the placement proceeds for repayment of the borrowings of Dayang and its subsidiaries and to defray the expenses relating to the placement exercise as follows:

	Proposed utilisation RM'000	**Actual utilisation** RM'000	**Intended time frame for utilisation**	**Remark** RM'000	
Repayment of borrowings	87,613	87,752	Within 6 months from receipt of funds	(139)	Fully utilised
Estimated placement expenses	1,500	1,361	Within 1 month from receipt of funds	139	Fully utilised
	89,113	89,113		-	

(iv) Proposed distribution of up to 292,229,202 ordinary shares in Perdana Petroleum Berhad (Perdana) by way of dividend-in-specie to shareholders of Dayang

The Board of Directors had on 12 May 2017 announced a proposed distribution of up to 292,229,202 Perdana Shares representing about 37.5% equity interest in Perdana, by way of dividend-in-specie to the shareholders of Dayang.

Dayang holds about 98.01% equity interest in Perdana such that Perdana's public shareholding spread stood at about 1.99% only.

The proposed dividend-in-specie is undertaken to improve the public shareholding spread of Perdana as well as to reward the shareholders of Dayang for their continuous support for the Company and to provide them with an opportunity to invest directly in Perdana at no cost.

Dayang had on 9 August 2017 acquired the approval from its shareholders via an EGM to approve the proposed dividend-in-specie.

Bursa Malaysia Depository Sdn Bhd had on 30 October 2017 approved the application for the transfer of securities for proposed distribution.

The entitlement date was on 16 November 2017.

The distribution of dividend-in-specie was completed on 8 December 2017 with the distribution of 292,228,598 Perdana Shares representing about 37.5% equity interest in Perdana.

Save for the above, there was no corporate proposal announced or not completed by the Group as at the latest practicable date of 16 February 2018.

B9. Group borrowings

Total Group's borrowings as at 31 December 2017 were as follows:

	As at 31-Dec-17		As at 31-Dec-16	
	USD'000	RM'000	USD'000	RM'000
Current				
Secured				
Sukuk	-	518,798	-	78,587
Term loans	-	59,919		95,433
Term loans	20,382	82,832	20,665	92,734
Finance lease liabilities	3,207	13,123	2,989	13,509
Revolving credit		150,000		
Unsecured				
Revolving credit	-	96,000	-	68,000
	23,589	920,672	23,654	348,263
Non-current				
Secured				
Sukuk	-	-	-	518,798
Term loans	-	244,840		596,863
Term loans	-	-	7,678	34,453
Finance lease liabilities	27,934	113,526	31,142	139,838
	27,934	358,366	38,820	1,289,952
Total	51,523	1,279,038	62,474	1,638,215
Exchange rate (USD: MYR):	USD1: MYR4.0640		USD1: MYR4.4875	

Source of reference: Bank Negara Malaysia website

As at 31 December 2017, the total outstanding borrowings have reduced to RM1.3 billion as compared to RM1.6 billion as at 31 December 2016 mainly due to repayment of Sukuk principal amounting to RM90.0 million and repayment of term loan of RM237.5 million.

In addition, the Group has not met certain covenants of 3 term loans and the Sukuk bond with a total carrying amount of RM601.6 million as at 31 December 2017. As a result, the non-current portions of these term loans and Sukuk bond of RM473.1 million have been reclassified to current liabilities as at 31 December 2017.

B10. Material litigation

As at 16 February 2018, (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 except for the following:

B10.1 Notices of Motion to Federal Court to Appeal Against the Whole Decision of the Court of Appeal

Perdana Petroleum Bhd (PPB) had on 22 June 2011 filed a suit in the High court against Tengku Dato' Ibrahim Petra Bin Tengku Indra Petra, Wong Fook Heng , Tiong Young Kong, Lee Mee Jiong, TA Securities Holdings Bhd, Yap Hock Heng and TA First Credit Sdn Bhd to claim for losses and damages suffered by PPB in respect of, inter alia, the divestment of 10,500,000 ordinary shares of RM0.50 each in Petra Energy Bhd (PEB) by PBB to the parties on 10 September 2009 and the divestment of 48,800,000 ordinary shares of RM0.50 each in PEB by PPB as conducted by TA Securities Holdings Bhd and Yap Hock Heng on 11 December 2009.

This suit is mounted on several causes of action, including breaches of fiduciary and statutory duties, accessory liability and conspiracy and PPB is seeking from the High Court, various declaratory reliefs, damages (general and/or fiduciary and/or aggravated) to be assessed, interest, account and disgorgement and costs.

On 7 September 2012, PPB filed notices of discontinuance pursuant to a negotiated settlement with TASB, Yap Hock Heng and TAFC, with no admission of liability and with no liberty to file afresh. In this connection, TASB had also agreed to discontinue their suit against PPB in relation to a claim of approximately RM2.796 million as placement fees due to them ("TASB Suit") with no admission of liability and with no liberty to file afresh. With the discontinuance of the TASB Suit, PPB has reversed the provisions made earlier.

The trial at the High Court ended on 26 April 2013 and oral submissions by respective counsels were made on 21 November 2013 and 28 November 2013. On 21 March 2014, PPB announced that the High Court gave its decision that PPB was unsuccessful in the Suit. On 17 April 2014, PPB filed a Notice of Appeal to the Court of Appeal on the decision of the Suit.

On 9 September 2014, PPB announced that the High Court has made a decision on costs and ordered PPB to pay the Defendant Parties, a total cost of RM841,731. The High Court has also ordered Tengku Dato' Ibrahim Petra bin Tengku Indra Petra to pay PPB the sum of RM192,780 with post judgement interest calculated at 5% per annum starting from 22 March 2014 ("Judgement Sum"). The earnings of the Group for the quarter ending 31 December 2014 was reduced by the differential sum of the total cost payable and the judgement sum receivable.

On 24 September 2014, PPB announced that the Court of Appeal has fixed the hearing of the Appeal on 2 December 2014. This was subsequently adjourned and fixed to be heard on 11 March 2015.

The Appeal was heard on 11 March 2015 and 25 March 2015.

B10. Material litigation (Cont'd)

B10.1 Notices of Motion to Federal Court to Appeal Against the Whole Decision of the Court of Appeal (Cont'd)

On 25 August 2015, PPB announced that the Court of Appeal has made the following judgements:-

(a) PPB's appeal is allowed with costs against Tengku Dato' Ibrahim Petra bin Tengku Indra Petra, Wong Fook Heng and Tiong Young Kong;

(b) PPB's appeal is dismissed with costs against Lee Mee Jiong; and

(c) Tengku Dato' Ibrahim Petra bin Tengku Indra Petra's cross appeal is dismissed with costs.

On 23 September 2015, PPB announced that PPB had on 23 September 2015 received the Notices of Motion from the solicitors of Tengku Dato' Ibrahim bin Tengku Indra Petra and Wong Fook Heng & Tiong Young Kong respectively, to apply for leave to appeal to the Federal Court against the decision of the Court of Appeal on 25 August 2015.

The Federal Court has on 1 March 2016 allowed the leave applications by the Applicants and the Applicants will proceed with the filing of the appeal papers for Case Management.

On 10 October 2016, Tengku Ibrahim, Wong Fook Heng and Tiong Young Kong's appeals against the Company were partially heard by the Federal Court. The Federal Court had fixed 18 October 2016 for the continued hearing but unfortunately the continued hearing could not take place on the said date. The Federal Court subsequently fixed 16 November 2016 as the continued hearing date.

However, on 8 November 2016, the Federal Court via a letter informed all parties that the continued hearing scheduled on 16 November 2016 was converted to a Case Management and the new continued hearing date is fixed on 2 February 2017.

On 2 February 2017, the Federal Court has heard all of the parties for the continued hearing. However, the federal Court has deferred the decision to a later date which is yet to be determined.

On 14 December 2017, the Federal Court had unanimously allowed both of Tengku Dato' Ibrahim bin Tengku Indra Petra and Wong Fook Heng & Tiong Young Kong's appeals ("the Appellants"), with costs in the amount of RM60,000.00 subject to 4% allocator for each appeal, to be paid by the Company to the Appellants. The Federal Court also held that the Court of Appeal's order dated 25 August 2015 to be set aside and that the High Court Judgement dated 21 March 2014 to be reinstated.

B10.2 Arbitration Between Nam Cheong International Limited (Claimant) and Petra Offshore Limited (Respondent)

In relation to the proposed acquisition of two units of 500-men accommodation workbarges, identified as Vessel Hull No. SK316 and SK317 from Nam Cheong International Limited ("NCIL") at a consideration of USD84.0 million, the Company's wholly owned subsidiary, Petra Offshore Limited ("POL") had on 1 December 2016 sent a notification to NCIL of the cancellation of the Memorandum of Agreement ("MoA") on the acquisition of the accommodation work barge identified as Vessel Hull No. SK317 ("Vessel") as NCIL had not fulfilled the condition of delivery of the Vessel in accordance with the terms and conditions of the MoA. Accordingly, POL had sought for the immediate return of the deposit paid of USD8.4 million ("Deposit"), as advised by the legal counsel.

On 5 December 2016, POL received a letter from NCIL stating that POL has no right to cancel the MoA and in view thereof had breached the terms of the MoA. NCIL had consequently treated the MoA as terminated and had forfeited the Deposit.

Notwithstanding the above claims by NCIL, POL had on 9 December 2016 through its solicitors issued a letter of demand to NCIL for the return of the Deposit.

On 22 December 2016, POL received from the solicitors of NCIL a Notice of Arbitration dated 22 December 2016 that NCIL has filed with the Kuala Lumpur Regional Centre for Arbitrations as Claimant against POL as the Respondent in respect of disputes arising out of the MoA for the sale and purchase of one unit 500-men accommodation work barge (Hull No. SK317) dated 23 June 2014 as amended by the Addendum No. 1 dated 27 May 2015.

NCIL is seeking, inter alia, the relief that POL's purported termination of the MoA on 1 December 2016 was wrongful and unwarranted and the forfeiture of the 20% deposit amounting to USD8.4 million together with damages arising from failure and/or refusal and/or neglect of POL to take delivery of the Vessel.

On 18 January 2017, POL had via its solicitors issued a Response to Notice of Arbitration to NCIL. POL's Response to Notice of Arbitration counterclaimed that NCIL's claim against POL is misconceived and erroneous as the Vessel was not in every respect physically ready for delivery and therefore the relief or remedy sought by NCIL did not arise and the cancellation of the MoA by POL was valid. Hence, POL continued to seek the immediate release of the deposit paid. Both NCIL and POL have since nominated their respective arbitrators and paid the initial deposit for the arbitration.

On 18 July 2017, NCIL had submitted its Claimant's Statement of Claim to the Kuala Lumpur Regional Centre for Arbitration. POL subsequently file its Respondent's Statement of Defence and Counterclaim on 17 August 2017.

To date, the arbitrators have yet fixed the hearing date.

B11. Dividend

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

However, the Board had on the 12 May 2017 proposed distribution by way of dividend-in-specie ('proposed distribution') as disclosed under note B8(iv) to the shareholders of Dayang.

Total dividend paid during the year is as follows:-

	Price per share (net) RM	Total amount RM'000	Date of payment
2017			
Dividend-in-specie by way of distribution of 292,228,598 ordinary shares in Perdana Petroleum Bhd, on the basis of approximately 0.30 perdana shares for each ordinary share held in Dayang Enterprise Holdings Bhd	1.55	452,954	23-Nov-17

B12. Earnings/(Loss) per share

Basic (Loss)/Earnings Per Share	Current Quarter Ended 31-Dec-17	Corresponding Quarter Ended 31-Dec-16	Cumulative Period Ended 31-Dec-17	Corresponding Period Ended 31-Dec-16
Profit/(Loss) for the period attributable to Owners of the Company (RM'000)	(54,252)	46,707	(143,933)	54,543
Weighted average number of ordinary shares in issue ('000)	964,810	877,100	936,935	877,100
Basic earnings/(loss) per share (sen)	(5.62)	5.33	(15.36)	6.22

B13. 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 23 February 2018.