

Gamuda Berhad (29579-T)

Quarterly Report On Consolidated Results For The Period Ended 30 April 2015

Notes To The Interim Financial Statements

(The figures have not been audited)

1. Basis of Preparation

- 1.1) The interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.
- 1.2) The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 July 2014.
- 1.3) The accounting policies and methods of computation adopted by the Group are consistent with those adopted in the audited financial statements for the year ended 31 July 2014, except for the adoption of the following Financial Reporting Standards (FRSs) and Amendments to FRSs and IC Interpretations:

Effective for annual periods beginning on or after 1 January 2014:

Amendments to FRS 132	Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 10, 12 & 127	Investment Entities
FRS 136	Recoverable Amount Disclosures for Non-Financial Assets (Amendments to FRS 136)
FRS 139	Novation of Derivatives and Continuation of Hedge Accounting (Amendments to FRS 139)
IC Interpretation 21	Levies

Effective for annual periods beginning on or after 1 July 2014:

Amendments to FRS 119	Defined Benefit Plans: Employee Contributions
Amendments to FRSs	Annual Improvements to FRSs 2010 – 2012 Cycle
Amendments to FRSs	Annual Improvements to FRSs 2011 – 2013 Cycle

The above FRSs, Amendments to FRSs and IC interpretations do not have any significant impact on the financial performance and position of the Group.

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards (MFRS framework). This is in line with the need for convergence with International Financial Reporting Standards (IFRS) in 2012.

The MFRS Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 Agriculture (MFRS 141) and IC Interpretation 15 Agreements for Construction of Real Estate (IC 15), including its parent, significant investor and venturer (herein called ‘Transitioning Entities’).

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for five years and adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2017.

The Company falls within the scope definition of Transitioning Entities and accordingly, the Group and the Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 July 2018. In presenting its first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

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1. Basis of Preparation (cont'd)

1.4) Additional information

With effect from 1 August 2013, the Group recognised its interests in joint ventures pursuant to FRS 11 Joint Arrangements.

The following are the impact of FRS 11 on the Group's Consolidated Income Statements:-

	Before FRS 11 RM'000	Effect of adopting FRS 11 RM'000	After FRS 11 RM'000
<u>For the quarter ended 30 April 2015</u>			
Consolidated Income Statement			
Revenue	1,090,844	(537,068)	553,776
Operating expenses	(914,110)	485,054	(429,056)
Other income	28,973	(6,363)	22,610
Profit from operations	205,707	(58,377)	147,330
Finance costs	(26,646)	2,190	(24,456)
Share of profits of associated companies	44,480	-	44,480
Share of profits of joint ventures	-	41,674	41,674
Profit before taxation	223,541	(14,513)	209,028
Taxation	(46,306)	14,513	(31,793)
Profit for the period	177,235	-	177,235
Profit attributable to :-			
Owners of the Company	160,433	-	160,433
Non-controlling interests	16,802	-	16,802
	177,235	-	177,235
	Before FRS 11 RM'000	Effect of adopting FRS 11 RM'000	After FRS 11 RM'000
<u>For 9 months ended 30 April 2015</u>			
Consolidated Income Statement			
Revenue	3,439,844	(1,663,195)	1,776,649
Operating expenses	(2,871,576)	1,504,605	(1,366,971)
Other income	75,473	(17,970)	57,503
Profit from operations	643,741	(176,560)	467,181
Finance costs	(86,945)	6,794	(80,151)
Share of profits of associated companies	150,116	-	150,116
Share of profits of joint ventures	-	130,523	130,523
Profit before taxation	706,912	(39,243)	667,669
Taxation	(136,446)	39,243	(97,203)
Profit for the period	570,466	-	570,466
Profit attributable to :-			
Owners of the Company	528,460	-	528,460
Non-controlling interests	42,006	-	42,006
	570,466	-	570,466

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1. Basis of Preparation (cont'd)

1.4) Additional information (cont'd)

As at 30 April 2015	Before	Effect of	After
Consolidated Statement of Financial Position	FRS 11	adopting	FRS 11
	RM'000	FRS 11	FRS 11
		RM'000	RM'000
ASSETS			
Property, plant and equipment	390,867	(95,508)	295,359
Land held for property development	1,640,079	(45,735)	1,594,344
Investment properties	173,824	(16,262)	157,562
Expressway development expenditure	2,018,480	(311,506)	1,706,974
Interests in joint arrangements	-	675,081	675,081
Deferred tax assets	37,365	(7,521)	29,844
Non current receivables	818,359	(388,521)	429,838
Property development costs	2,279,194	(251,111)	2,028,083
Inventories	278,065	(9,604)	268,461
Current receivables	1,753,165	(98,512)	1,654,653
Amount due from customers for construction contracts	356,449	(290,758)	65,691
Tax recoverable	9,745	(3,376)	6,369
Investment securities	314,379	(72,649)	241,730
Cash and bank balances	1,266,633	(223,193)	1,043,440
LIABILITIES			
Non current payables	408,201	(243,046)	165,155
Non current provision of liabilities	20,337	(18,626)	1,711
Deferred tax liabilities	418,524	(1,768)	416,756
Long term borrowings	3,189,884	(165,470)	3,024,414
Short term borrowings	547,680	(68,267)	479,413
Current payables	1,315,677	(503,777)	811,900
Amount due to customers for construction contracts	332,595	(105,858)	226,737
Provision for liabilities	63,778	(22,944)	40,834
Tax payable	82,813	(9,419)	73,394

2. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2014 was not subject to any qualification.

3. Seasonal or Cyclical Factors

The business operations of the Group are not significantly affected by seasonal or cyclical factors.

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

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5. Changes in Estimates

There were no changes in estimates of amounts reported previously that have any material effect in the current quarter under review.

6. Changes in Debt and Equity Securities

There were no cancellations, repurchases, resale of equity securities for the current quarter, except for the issuance of 49,801,000 new ordinary shares of RM1 each, pursuant to the conversion of warrants.

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7. Segmental Analysis

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Total
	RM000	RM000	RM000	RM000
9 months period ended 30 April 2015				
REVENUE				
Revenue as reported	845,747	634,401	296,501	1,776,649
Share of joint venture companies' revenue	1,395,028	252,802	15,365	1,663,195
Total revenue	<u>2,240,775</u>	<u>887,203</u>	<u>311,866</u>	<u>3,439,844</u>
RESULTS				
Profit from operations	157,173	125,789	184,219	467,181
Finance costs	(15,624)	(17,683)	(46,844)	(80,151)
Share of profits of associated companies	-	2,408	147,708	150,116
Share of profits of joint ventures	40,486	88,378	1,659	130,523
Profit before taxation	<u>182,035</u>	<u>198,892</u>	<u>286,742</u>	<u>667,669</u>
Percentage of segment results	27%	30%	43%	
Taxation				<u>(97,203)</u>
Profit for the period				<u>570,466</u>
9 months period ended 30 April 2014				
REVENUE				
Revenue as reported	930,985	610,086	96,505	1,637,576
Share of joint venture companies' revenue	1,865,259	297,321	13,760	2,176,340
Total revenue	<u>2,796,244</u>	<u>907,407</u>	<u>110,265</u>	<u>3,813,916</u>
RESULTS				
Profit from operations	179,798	134,314	54,866	368,978
Finance costs	(16,864)	(24,777)	(14,038)	(55,679)
Share of profits of associated companies	-	5,713	164,526	170,239
Share of profits of joint ventures	40,936	90,995	413	132,344
Profit before taxation	<u>203,870</u>	<u>206,245</u>	<u>205,767</u>	<u>615,882</u>
Percentage of segment results	34%	33%	33%	
Taxation				<u>(93,407)</u>
Profit for the period				<u>522,475</u>

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8. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements.

9. Material Events Subsequent to Balance Sheet Date

There were no material events subsequent to the end of the quarter under review.

10. Changes in Composition of the Group

There were no material changes in the composition of the Group for the period ended 30 April 2015, except for the following:-

- a) On 29 August 2014, the Company acquired the entire issued and paid-up share capital of Semarak Kuasa Sdn Bhd ("SKSB") comprising 2 ordinary shares of RM1.00 each for a cash consideration of RM2.00. SKSB is currently dormant and its intended principal activity is property development.
- b) On 14 November 2014, the Company incorporated a wholly-owned subsidiary by the name of Gamuda (Australia) Pty Ltd ("Gamuda Australia") with an issued and paid up capital of AUD1.00 comprising of 1 ordinary share of AUD1.00. Its intended principal activity is property development.
- c) On 9 March 2015, the Company has completed the acquisition of Salak Park Sdn Bhd ("Salak Land") for a total cash consideration of RM784,328,031 and became a wholly-owned subsidiary. Its principal activity is property development. Salak Land holds a piece of leasehold land, adjacent to the Expressway Lingkaran Tengah between kilometre 24 and 26.4 measuring approximately 619 hectares.

11. Dividends

The Board of Directors declares a second interim dividend in respect of financial year ending 31 July 2015 as follows:

- i. A single tier second interim dividend of 6.00 sen per ordinary share;
- ii. A single tier second interim dividend of 6.00 sen per ordinary share was declared in previous corresponding period;
- iii. The payment date of the second interim dividend is on 29 July 2015;
- iv. In respect of deposited securities, entitlement to dividends to be determined on the basis of the record of depositors as at 15 July 2015.

The total dividend for the current financial period is single tier dividend of 12.00 sen per ordinary share.

For the preceding year's corresponding period, the total dividend per share was single tier dividend of 12.00 sen per ordinary share was declared.

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12. Dividend Paid

	9 months ended 30 April	
	2015	2014
	RM'000	RM'000
<u>First Interim Dividends</u>		
First interim dividend comprising single tier dividend of 6.00 sen per ordinary share for the year ending 31 July 2015 was paid on 28 January 2015	140,889	-
(First interim dividend comprising single tier dividend of 6.00 sen per ordinary share for the year ended 31 July 2014 was paid on 28 January 2014)	-	137,993
	<u>140,889</u>	<u>137,993</u>

13. Review of Performance

Overall Performance

The Group's revenue and profit before taxation for the current quarter and current year to date can be analysed as follows:

Current Quarter

The Group recorded revenue and profit before taxation of RM553.8 million and RM209.0 million respectively as compared to RM633.8 million and RM223.6 million respectively in the preceding year comparative quarter.

The decrease in revenue and profit before taxation mainly resulted from the completion of the Electrified Double Tracking Railway Project in November 2014.

Current Year to date

The Group recorded revenue and profit before taxation of RM1,776.6 million and RM667.7 million respectively as compared to RM1,637.6 million and RM615.9 million respectively in the preceding year corresponding period.

The increase in revenue and profit before taxation for the current year to date mainly resulted from the additional stake in Kesas Sdn Bhd, the concession holder of Shah Alam Expressway.

The performances of the respective divisions of the Group are as follows:

(a) CONSTRUCTION DIVISION

The decrease in revenue and profit before taxation for the current quarter and current year to date resulted from the completion of the Electrified Double Tracking Railway Project in November 2014.

(b) PROPERTY DIVISION

The decrease in revenue and profit before taxation for the current quarter and current year to date resulted from softening of Malaysia property market. Nevertheless, sales from properties in Vietnam continued to improve.

(c) WATER AND EXPRESSWAY CONCESSIONS DIVISION

The increase in revenue and profit before taxation for the current quarter and current year to date resulted from the additional stake in Kesas Sdn Bhd.

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14. Comparison with immediate Preceding Quarter's Results

The Group's profit before taxation of RM209.0 million for the current quarter was lower than the immediate preceding quarter's profit before taxation of RM229.8 million.

15. Current Year Prospects

Overall Prospects

The Group anticipates a good performance this year from on-going construction projects, substantial unbilled sales of the property division and steady earnings from the water and expressway concessions division.

The status of projects and prospects for the respective divisions of the Group are as follows:

(a) CONSTRUCTION DIVISION

Klang Valley Mass Rapid Transit: Sungai Buloh – Kajang Line ("MRT Line 1")

Project Delivery Partner ("PDP"):

Through MMC Gamuda KVMRT (PDP) Sdn Bhd, our role as PDP is to deliver to the owner, Mass Rapid Transit Corporation Sdn Bhd ("MRT Corp"), a fully operational railway system within the agreed target cost and completion date.

Cumulative progress at the end of May 2015 was 64% completion. The project is on target for Phase 1 completion in December 2016 and full completion by July 2017, with no significant cost overruns so far.

Construction continues to achieve significant progress, with works on elevated viaducts, stations and underground tunnels at advanced stages of completion. Segmental box girders that will form the elevated guide way of the twin rail tracks are 92% completed.

The installation of rail tracks is progressing, with 60% progress achieved. Four MRT electric trains are undergoing testing at the test track in Sg Buloh Depot. By mid-July, a total of 10 electric trains will be delivered to the Sg Buloh Depot.

Underground Works Package:

The underground works package has achieved a certified progress of 78% at the end of May 2015.

With the completion of the TBM tunnel drives, tunnel activities are now focusing on the completion of the tunnel fit-out for M&E works. Construction of the 7 underground stations is also progressing well. The roof slabs for Pasar Seni and Cochrane stations are completed. Station architectural works, painting and fit-out is ongoing.

Klang Valley Mass Rapid Transit: Sungai Buloh – Serdang – Putrajaya Line ("MRT Line 2")

MMC Corporation Berhad – Gamuda Berhad Joint Venture is the Project Delivery Partner for the implementation of MRT Line 2. The project delivery partner agreement is on-track to be concluded by the middle of 2015. The 3-month Public Inspection for the Railway Scheme commenced on 15th May 2015. Pre-qualification exercises to shortlist prospective tenderers for elevated works, stations and underground works are expected by third quarter of 2015.

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15. Current Year Prospects (cont'd)

(b) PROPERTY DIVISION

The division sold RM 278 million worth of properties in the current quarter, resulting in total sales of RM 813 million for the nine months of this financial year. Unbilled sales at the end of this quarter were RM 1.3 billion.

Malaysia

Malaysia's property market continued to remain soft as a result of the various tightening measures imposed by Bank Negara Malaysia and the recent implementation of the Goods and Services Tax. On-going projects include Bandar Botanic in Klang, Jade Hills in Kajang, Madge Mansions and The Robertson in Kuala Lumpur and Horizon Hills in the Iskandar Johor Region.

The division will be launching two new projects by the end of 2015 namely HighPark Suites at Kelana Jaya and Bukit Bantayan in Kota Kinabalu, Sabah with a combined GDV of RM 1.3 billion. The division is confident that with the right products, it will be able to capture the market demand of the respective growth locations.

Projects still in the planning stage include Seri Serai and Serai Springs township developments strategically located at the intersections of the North-South, Guthrie Corridor and LATAR Expressways, 1,530 acres of development land located opposite the Cyberjaya/Putrajaya interchange along Expressway Lingkaran Tengah (ELITE Highway) and 257 acres of land which is adjacent to the Kota Kemuning Township.

Overseas

Demand for the division's properties in Vietnam continued to grow. At Gamuda City in Hanoi, sales continued to pick up following the completion of the residential landed properties and the setting up of a reputable international school there.

At Celadon City in Ho Chi Minh City, home owners have moved into the two completed blocks of apartments to enjoy the various amenities available including the Aeon retail mall. Sales at this project continued to improve.

In tandem with the robust outlook on Vietnam's economy and further liberalisation of foreign ownership of properties in Vietnam, we expect that sales will improve further.

The division is preparing to launch its maiden project in Australia. 661 Chapel St, located at Melbourne CBD, is a high rise development with a GDV of RM 400 million.

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15. Current Year Prospects (cont'd)

(b) PROPERTY DIVISION (cont'd)

The remaining GDV of existing and new projects:

Projects	Balance Acreage	GDV (RM mil)
<u>Existing</u>	734	8,007
• Bandar Botanic		
• Horizon Hills		
• Jade Hills		
• Others		
<u>New</u>	2,719	30,211
• HighPark Suites (Kelana Jaya)		
• Seri Serai and Serai Springs (Rawang)		
• Tanjung Dua Belas		
• Others		
<u>Overseas</u>	593	11,085
• Gamuda City		
• Celadon City		
• Melbourne		
Total	4,046	49,303

(c) WATER AND EXPRESSWAY CONCESSIONS DIVISION

(i) Expressway

Traffic volumes of the division's various expressways have been stable and resilient.

(ii) Water

As part of the Selangor State Government's effort to consolidate the various entities involved in the treatment, supply and distribution of water in the state of Selangor, the Selangor State Government intends to take over the water assets and operations of Syarikat Pengeluar Air Sungai Selangor Sdn Bhd ('Splash') – concession holder of the Sungai Selangor Water Supply Scheme Phase 1 and 3.

Discussion with the Selangor State Government is currently ongoing.

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16. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

17. Taxation

The taxation is derived as below:

	3 months ended 30 April		9 months ended 30 April	
	2015	2014	2015	2014
	RM'000	RM'000	RM'000	RM'000
Malaysian & foreign income tax	31,793	42,772	97,203	93,407

The Group's effective tax rate (excluding the results of joint ventures and associates which is equity accounted net of tax) for the current period is similar to the statutory tax rate.

18. Group Borrowings and Debt Securities

The details of the Group's borrowings as at the end of the period are as follows:-

	Foreign Currency '000	As at 30-Apr-15 RM Equivalent '000
<u>Long Term Borrowings</u>		
Medium Term Notes (Gamuda)		1,500,000
Medium Term Notes (Kesas)		735,000
Medium Term Notes (Seri Serai)		300,000
Term Loan		
-denominated in US Dollar (Gamuda)	92,000	326,425
-denominated in Vietnamese Dong (Celadon City)	989,769,731	162,989
		<u>3,024,414</u>
<u>Short Term Borrowings</u>		
Revolving Credits		
-denominated in US Dollar (Gamuda)	63,000	223,531
Commercial Papers (Gamuda)		150,000
Term Loan (Jade Homes)		40,284
Term Loan		
-denominated in Vietnamese Dong (Celadon City)	398,353,818	65,598
		<u>479,413</u>
		<u>3,503,827</u>

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19. Derivative Financial Instruments and Fair Value Changes in Financial Liabilities

The Group has entered into the following Interest Rate Swap (“IRS”) contracts to hedge the payment of interest on bank borrowings from a floating rate to a fixed rate.

Interest Rate Swap	Interest		Contract amount in foreign currency USD'000	Maturity		Fair value of Derivative Liabilities RM'000	Contract dates	Maturity dates
	From floating rate	To fixed rate		1 to 3 years RM'000	More than 3 years RM'000			
USD	6 month LIBOR	1.845% to 2.355%	30,000	106,443	-	286	May 2010 to July 2010	May 2015 to July 2015

The basis of fair value measurement is the difference between the contracted IRS rates and the market IRS rates. The losses are due to the unfavourable fluctuation in market interest rates.

There is minimal counter party credit risk as the IRS were entered into with reputable banks.

20. Changes in Contingent Liabilities or Contingent Assets

There is no significant contingent liabilities or contingent assets.

21. Provision of Financial Assistance

Pursuant to paragraph 8.23(1)(ii) of Bursa Malaysia Securities Berhad's Listing Requirements, the financial assistance provided by Gamuda Berhad (“Gamuda”) is as follows:

MMC Corporation Berhad (“MMC”) and Gamuda Berhad Joint Venture was awarded the RM8.28 billion underground works package of the Klang Valley Mass Rapid Transit Project. MMC and Gamuda established a special purpose vehicle (“SPV”) known as MMC Gamuda KVMRT (T) Sdn Bhd to undertake the works package. The SPV is equally owned by MMC and Gamuda. As the works package is undertaken by a SPV, MMC and Gamuda issued Parent Company Guarantees to guarantee the due performance and obligations of the SPV.

Work on this package is ongoing. The Parent Company Guarantees have not been called because the SPV is performing and meeting its obligations in compliance with the terms of the contract.

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22. Capital Commitments

The amount for capital commitments not provided for in the interim financial statements as at 30 April 2015 are as follows:

	RM'000
Approved and contracted for :-	
Land for property development	851,706
Property, plant & equipment	<u>2,938</u>
	<u>854,644</u>

23. Realised and Unrealised Profit or Losses

	<u>Note</u>	<u>As at 30-Apr-15</u>	<u>As at 31-Jan-15</u>
		RM'000	RM'000
Total retained profits of the Company and its subsidiaries			
- Realised		2,044,782	1,919,702
- Unrealised	1	<u>(95,107)</u>	<u>(67,630)</u>
		1,949,675	1,852,072
Total share of retained profits from joint arrangements			
- Realised		594,581	555,686
- Unrealised	1	<u>(17,265)</u>	<u>(21,243)</u>
		577,316	534,443
Total share of retained profits from associated companies			
- Realised		1,470,413	1,364,882
- Unrealised	1	<u>(339,417)</u>	<u>(310,107)</u>
		1,130,996	1,054,775
Less : Consolidated adjustments	2	<u>(787,242)</u>	<u>(730,978)</u>
Total Group retained profits		<u>2,870,745</u>	<u>2,710,312</u>

The breakdown of retained profit of the Group into realised and unrealised profits or losses are as follows:

- Note 1 Unrealised profits/losses are mainly deferred tax provision and translation gains or losses of monetary items denominated in a currency other than the functional currency.
- Note 2 Consolidation adjustments are mainly elimination of pre-acquisition profits or losses, minorities share of retained profits or accumulated losses and other adjustments arising from the business combination.

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24. Material Litigations

The arbitral award (“**the Award**”) in respect of the arbitration between Wayss & Freytag (Malaysia) Sdn Bhd (“**W&F**”) and MMC Gamuda Joint Venture (“**JV**”) was issued by the arbitral tribunal (“**Tribunal**”) on 16 April 2013.

In the Award, the Tribunal determined that the W&F’s claims against the JV succeeded in substantial part and dismissed the JV’s claims against W&F. The Tribunal thus awarded the following reliefs to W&F:

1. That the JV pays to W&F the sum of RM96,297,229.03;
2. That the JV pays to W&F interest at a simple rate of 4% per annum on the sum of RM96,297,229.03 from date of termination (23 January 2006) to date of the Award (amounting to RM28,247,187.18);
3. That JV pays to W&F interest at the simple rate of 5% per annum on the sum of RM96,297,229.03 from the date of the Award until payment in full; and
4. That the JV pays to W&F costs of RM9,000,000.

Following requests for some clerical corrections made by both parties, the Tribunal issued a corrective award on 30 May 2013 (the “**Corrective Award**”) as follows:

1. The amount awarded to W&F has increased to RM97,574,035.39;
2. The amount of interest payable from the date of termination to date of Award now amounts to RM28,229,638.73;
3. The post award interest at the simple rate of 5% per annum from the date of the Award until payment in full is to be imposed on the sum of RM97,574,035.39; and
4. That the JV pays to W&F costs of RM9,000,000.

On 23 May 2013, the JV filed an application for a reference to the High Court in Kuala Lumpur on questions of law arising out of the Award and on determination of the said questions, for the Award to be set aside (“**JV’s Section 42 Application**”). The JV’s Section 42 Application was registered as Kuala Lumpur High Court Originating Summons No. 24C(ARB)-2-05/2013.

On 14 June 2013, a copy of W&F’s application for inter alia, recognition and enforcement of the Award under Section 38 of the Arbitration Act 2005 (“**W&F’s Enforcement Application**”) was served on the JV. W&F’s Enforcement Application was registered as Kuala Lumpur High Court Originating Summons No. 24NCC(ARB)-26-06/2013.

In addition to the JV’s Section 42 Application, on 4 July 2013 the JV filed another application to set aside the Award under Section 37 of the Arbitration Act 2005 whereby Mr Yusof Holmes was named as the 2nd Defendant (“**JV’s Section 37 Application**”). The JV’s Section 37 Application was registered as Kuala Lumpur High Court Originating Summons No. 24C(ARB)-3-07/2013. This application was made on the basis that there has been inter alia, a breach of Mr Holmes’ statutory duty under the Arbitration Act 2005 and that the Award is in conflict with the public policy in Malaysia.

On 21 August 2013, Mr Holmes filed a notice of application to stay the JV’s Section 37 Application (“**Holmes’ Stay Application**”) pending the final disposal or conclusion of the following criminal proceeding against Mr Holmes:

- 1) Penang Sessions Court (1) Case No: 62(R)-141-6/2013; and
- 2) Kuala Lumpur Sessions Court Case No: 62R-005-07-2013.

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(The figures have not been audited)

24. Material Litigations (cont'd)

On 6 September 2013, W&F filed an application under Order 15 rule 5(1) of the Rules of Court 2012 to bifurcate the JV's Section 37 Application against W&F and Mr. Holmes ("**W&F's Order 15 Application**").

The JV's Section 42 Application was heard before the Honourable Dato' Mary Lim Thiam Suan on 7 November 2013. On 9 June 2014, the learned Judge dismissed the JV's Section 42 Application with costs of RM75,000 to be paid to W&F. The JV had on 7 July 2014 appealed to the Court of Appeal against the decision of the High Court in respect of the JV's Section 42 Application.

Following the dismissal of the JV's Section 42 Application, the learned Judge gave the following directions in respect of the JV's Section 37 Application:

- (i) Holmes' Stay Application and W&F's Order 15 Application are fixed for hearing on 30 June 2014 at 10.30am; and
- (ii) Further directions for the management of the JV's Section 37 Application will be provided after the abovementioned interlocutory applications have been disposed of.

The hearing of Holmes' Stay Application and W&F's Order 15 Application was held on 4 July 2014 and decision was fixed for 10 July 2014. On 10 July 2014, Holmes' Stay Application was dismissed with costs in the cause and in view of the dismissal of Holmes' Stay Application, W&F decided to withdraw the Order 15 Application. The Court also fixed the JV's Section 37 Application for hearing on 20 October 2014.

On 24 July 2014, Mr Holmes filed a notice of application to strike out the JV's Section 37 Application against him and for him to be removed as a party in the proceedings ("**Holmes' Striking Out Application**"). Holmes' Striking Out Application was heard before the Honourable Dato' Mary Lim Thiam Suan on 2 September 2014. On 17 September 2014, the Judge allowed Holmes' Striking Out Application.

On 29 September 2014, the JV filed a Conversion Application under Order 28 rule 8 that the proceedings to be continued as if it had been begun by Writ and an Oral Evidence application under Order 28 rule 4 of the Rules of Court 2012 ("**JV's Conversion/Oral Applications**"). The JV's Conversion/Oral Applications were heard before the Honourable Dato' Mary Lim Thiam Suan on 1 October 2014 and on 20 October 2014.

On 16 December 2014, the Court dismissed the JV's Section 37 Application with costs. Consequentially, W&F's Enforcement Application was allowed by the learned High Court Judge. There were no further directions by the High Court on the JV's Conversion/Oral Applications.

On 30 December 2014, the JV filed notices of appeal to the Court of Appeal against the decisions of the High Court in relation to the JV's Section 37 Application and W&F's Enforcement Application.

The JV's appeals to the Court of Appeal in respect of the JV's Section 37 Application, the JV's Section 42 Application and W&F's Enforcement Application aforementioned are all currently pending case management before the Registrar of the Court of Appeal on 16 June 2015. On 16 June 2015, the Registrar of the Court of Appeal fixed a further case management date for all 3 appeals on 4 August 2015. There is no hearing dates fixed as yet for all appeals.

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(The figures have not been audited)

25. Earnings Per Share

	Current Quarter 30-Apr-15	Current Year To Date 30-Apr-15
Basic		
Net profit attributable to shareholders (RM'000)	160,433	528,460
Number of ordinary shares in issue as at 1 Aug 2014 ('000)	2,323,357	2,323,357
Effect of shares issued during the period ('000)	33,757	17,320
Weighted average number of ordinary shares in issue ('000)	2,357,114	2,340,677
Basic earnings per ordinary share (sen)	6.81	22.58
Diluted		
Net profit attributable to shareholders (RM'000)	160,433	528,460
Weighted average number of ordinary shares in issue ('000)	2,357,114	2,340,677
- Assumed shares issued from the exercise of ESOS* ('000)	671	671
- Assumed issued from exercise of Warrants 2010/2015 ('000) (expiring in 25 May 2015)	17,097	16,225
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share ('000)	2,374,882	2,357,573
Diluted earnings per ordinary share (sen)	6.76	22.42

* On 10 April 2015, the Company issued options under the new Employees' Share Issuance Scheme for the eligible executive Directors and Employees of Gamuda Berhad and its subsidiaries.

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26. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the period is arrived at after charging/(crediting) the following items:

	Current Quarter 30-Apr-15 RM'000	Current Year To Date 30-Apr-15 RM'000
Interest income	(19,104)	(47,998)
Other income	(5,320)	(10,212)
Interest expense	24,456	80,151
Depreciation and amortisation	25,313	75,468
Provision for and write-off of receivables	-	-
Provision for and write-off of inventories	-	-
Gain on disposal of quoted or unquoted investment	-	-
Loss on disposal of property, plant and equipment	1,814	707
Impairment of assets	-	-
Loss on foreign exchange	3,887	9,586
Gain on derivatives	(537)	(1,617)

The above disclosure is prepared in accordance with paragraph 16 of Appendix 9B of the Main Listing Requirements ("MLR") issued by Bursa Malaysia Securities Berhad. Except for the above, the rest of the items required for disclosures pursuant to paragraph 16 of MLR are not applicable to the Group.