

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE THIRD QUARTER ENDED MAY 2016**

( The figures have not been audited )

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (31-05-2016) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31-05-2015) RM'000	CURRENT YEAR TODATE (31-05-2016) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31-05-2015) RM'000
Revenue	42,696	36,984	126,350	84,176
Operating expenses	(38,751)	(35,463)	(117,720)	(79,316)
Other operating income	3,611	537	4,642	821
<b>Profit from operations</b>	<b>7,556</b>	<b>2,059</b>	<b>13,272</b>	<b>5,681</b>
Goodwill on consolidation written off	(8,311)	-	(8,311)	-
Finance costs	(1,034)	(811)	(2,605)	(2,339)
<b>Profit/(loss) after finance cost</b>	<b>(1,789)</b>	<b>1,247</b>	<b>2,356</b>	<b>3,342</b>
Share of results of an associate	(12)	(1)	(14)	(3)
Share of results of a joint venture	(12)	(18)	(30)	(52)
<b>Profit/(loss) before taxation</b>	<b>(1,813)</b>	<b>1,228</b>	<b>2,311</b>	<b>3,287</b>
Taxation	(1,165)	(1,265)	(2,488)	(1,973)
<b>Profit/(loss) for the period</b>	<b>(2,978)</b>	<b>(37)</b>	<b>(176)</b>	<b>1,314</b>
<b>Other comprehensive loss, net of tax item that may be reclassified subsequently to profit or loss</b>				
Fair value adjustment on available-for- sale financial assets	(3,823)	(161)	(3,849)	(718)
<b>Total comprehensive income/(loss)</b>	<b>(6,801)</b>	<b>(198)</b>	<b>(4,025)</b>	<b>595</b>
<b>Profit/(loss) attributable to:</b>				
Owners of the Company	(2,508)	531	696	2,301
Non-controlling interests	(470)	(568)	(873)	(987)
	<b>(2,978)</b>	<b>(37)</b>	<b>(176)</b>	<b>1,314</b>
<b>Total comprehensive income/(loss) attributable to:</b>				
Owners of the Company	(6,330)	371	(3,152)	1,583
Non-controlling interests	(470)	(568)	(873)	(987)
	<b>(6,800)</b>	<b>(198)</b>	<b>(4,025)</b>	<b>595</b>
<b>Earnings/(loss) per share attributable to owners of the Company:-</b>				
Basic(sen)	<b>(3.05)</b>	0.65	<b>0.85</b>	2.80

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 31 August 2015 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
(Company Number : 418224 - X)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MAY 2016**

( The figures have not been audited )

	<b>UNAUDITED AS AT END OF CURRENT QUARTER 31-05-2016 RM'000</b>	<b>AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2015 RM'000</b>
<b>ASSETS</b>		
<b><u>Non-Current assets</u></b>		
Property, plant and equipment	35,948	27,287
Investment properties	10,923	11,163
Investment in an associate	354	368
Investment in a joint venture	816	1,246
Land held for development	52,793	52,753
Other investments	3	7,679
	<b>100,837</b>	<b>100,497</b>
<b><u>Current assets</u></b>		
Inventories	13,494	4,528
Property development costs	158,253	135,764
Gross amount due from customers on contracts	5,054	2,347
Trade receivables	31,287	37,145
Other receivables, deposits and prepayments	10,920	8,684
Tax recoverable	377	21
Fixed deposits with licensed banks	4,812	6,278
Cash and bank balances	3,986	8,899
	<b>228,183</b>	<b>203,666</b>
<b>TOTAL ASSETS</b>	<b>329,020</b>	<b>304,163</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owner of the Company</b>		
Share capital	91,282	91,282
Reserves	44,716	52,312
Treasury shares	(10,508)	(10,508)
Shareholders' fund	125,489	133,085
Non-controlling interests	(160)	86
<b>Total equity</b>	<b>125,329</b>	<b>133,171</b>
<b><u>Non-current liabilities</u></b>		
Bank borrowings	58,577	49,594
Deferred tax liabilities	204	706
	<b>58,781</b>	<b>50,300</b>
<b><u>Current liabilities</u></b>		
Gross amount due to customers on contracts	9,445	7,222
Trade payables	22,249	13,132
Other payables and accruals	39,833	39,191
Bank borrowings	71,563	60,197
Provision for taxation	1,821	948
	<b>144,910</b>	<b>120,691</b>
<b>Total liabilities</b>	<b>203,691</b>	<b>170,992</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>329,020</b>	<b>304,163</b>
Net tangible assets per share (RM)	1.53	1.62

(The Condensed Consolidated of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 31 August 2015 and the accompanying explanatory notes attached.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 31 MAY 2016**

( The figures have not been audited )

	← Attributable to owners of the Company →						Non-controlling Interest	Total Equity
	← Non-Distributable →			Distributable				
	Share Capital	Treasury Shares	Share Premium	Fair Value Adjustment Reserve	Retained Profits/ (Accumulated Losses)	Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>9 months period end 31 May 2016</b>								
<b>Balance at 1 September 2015</b>	91,282	(10,508)	15,951	3,843	32,517	133,085	86	133,171
<b>Total comprehensive loss for the period</b>	-	-	-	(3,849)	696	(3,152)	(873)	(4,025)
<b>Transactions with owners:</b>								
<b>Partial disposal of equity interest in existing subsidiary</b>	-	-	-	-	(336)	(336)	327	(9)
<b>Issuance of shares to non-controlling interests</b>	-	-	-	-	-	-	600	600
<b>Dividend to non-controlling interest of a subsidiary</b>	-	-	-	-	-	-	(300)	(300)
<b>Dividend</b>	-	-	-	-	(4,108)	(4,108)	-	(4,108)
<b>Total transactions with owners</b>	-	-	-	-	(4,444)	(4,444)	627	(3,817)
<b>Balance at 31 May 2016</b>	91,282	(10,508)	15,951	(6)	28,770	125,489	(160)	125,329
<b>9 months period end 31 May 2015</b>								
<b>Balance at 1 September 2014</b>	91,282	(10,508)	15,951	4,951	37,060	138,736	904	139,640
<b>Total comprehensive income for the period</b>	-	-	-	(718)	2,301	1,583	(987)	595
<b>Transaction with owners:</b>								
<b>Dividend</b>	-	-	-	-	(8,216)	(8,216)	-	(8,216)
<b>Balance at 31 May 2015</b>	91,282	(10,508)	15,951	4,233	31,145	132,103	(83)	132,020

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 31 August 2015 and the accompanying explanatory notes attached.)

**PLB ENGINEERING BERHAD**  
**(Company Number : 418224 - X)**

**(Indirect method)**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOW FOR THE PERIOD ENDED 31 MAY 2016**

( The figures have not been audited )

	<b>9 months ended 31-05-2016 RM'000</b>	<b>9 months ended 31-05-2015 RM'000</b>
<b>Cash Flows From Operating Activities</b>		
Profit before taxation	2,311	3,287
Adjustment for :-		
Non-cash items - operating	(1,122)	2,271
Non-operating items - investing	229	(851)
Non-operating items - financing	2,605	2,339
Operating profit before working capital changes	<u>4,023</u>	<u>7,046</u>
Net Change in current assets	(30,449)	82
Net Change in current liabilities	11,980	(12,183)
Cash used in operations	<u>(14,445)</u>	<u>(5,054)</u>
Interest income	215	581
Interest paid	(2,605)	(2,339)
Income tax paid	(2,478)	(3,750)
Income tax refunded	-	45
Net cash used in operating activities	<u>(19,313)</u>	<u>(10,517)</u>
<b>Cash Flows From Investing Activities</b>		
Land held for development	(40)	8,466
Withdrawal/ (placement) of fixed deposits	1,471	(628)
Purchase of property, plant & equipment	(11,805)	(5,705)
Proceeds from disposal of other investments	8,237	823
Proceeds from disposal of property, plant & equipment	1	14
Net cash (used in)/provided from investing activities	<u>(2,136)</u>	<u>2,970</u>
<b>Cash Flows From Financing Activities</b>		
Dividend paid	(4,108)	(8,216)
Drawdown/(repayment) from bank borrowings	20,558	(13,149)
Dividend paid to non-controlling interest of a subsidiary	(300)	-
Proceeds from issue of shares to non-controlling interest of a subsidiary	600	-
Net cash provided from/(used in) from financing activities	<u>16,750</u>	<u>(21,365)</u>
<b>Net decrease in Cash</b>	<u>(4,699)</u>	<u>(28,913)</u>
<b>Cash And Cash Equivalents At Beginning</b>	<u>(7,983)</u>	<u>20,273</u>
<b>Cash And Cash Equivalents At End</b>	<u><u>(12,682)</u></u>	<u><u>(8,640)</u></u>

Notes :

Cash and cash equivalents consists of net cash and bank balances and overdraft utilised.

**(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Annual Financial Report for the year ended 31 August 2015 and the accompanying explanatory notes attached.)**

## **Quarterly report on consolidated results for the period ended 31 May 2016**

### **A NOTES TO THE INTERIM FINANCIAL STATEMENTS**

#### **A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”).

The interim financial statements should be read in conjunction with the audited financial statements of the Group for year ended 31 August 2015. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 August 2015.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the financial statements for the year ended 31 August 2015 except for the adoption of the applicable new and revised FRSs and IC Interpretations which were mandatory for the financial periods beginning on or after 1 September 2015.

#### **Malaysian Financial Reporting Standards 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”).

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

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Group and Company fall within the definition of Transitioning Entities and has opted to defer the adoption of MFRS Framework. Accordingly, the Group and Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the financial year ending 31 August 2019.

In presenting its first MFRS financial statements, the Group and Company will be required to restate the comparative financial statements to amounts reflecting the application of the MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

## **Quarterly report on consolidated results for the period ended 31 May 2016**

The Group and Company expect to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 August 2019.

### **A2. Audit qualification**

There was no qualification on the report of the auditors on the annual financial statements of the Company for the immediate preceding financial year.

### **A3. Seasonal or cyclical factors**

The business operations of the Group were not significantly affected by any seasonal or cyclical factors during the financial period under review apart from unfavorable weather conditions, increase in cost of construction materials or festival seasons.

### **A4. Item of unusual nature**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group that are unusual due to their nature, size or incidence for the financial period under review.

### **A5. Changes in estimates**

There were no significant changes in the estimates of amounts reported in prior interim periods of the current financial year or changes in estimates of amounts reported in prior financial years.

### **A6. Debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities during the financial period under review.

Out of the total **91,281,667** issued and fully paid ordinary shares as at 31 May 2016, **9,124,500** are held as treasury shares by the Company. As at 31 May 2016, the number of outstanding ordinary shares in issue and fully paid is therefore **82,157,167** ordinary shares of RM1 each.

## Quarterly report on consolidated results for the period ended 31 May 2016

### A7. Dividends paid

On 28 October 2015, The Board of Directors had recommended a first and final single tier dividend of 5.00% amounting to RM4,107,858 for the financial year ended 31 August 2015 which was approved at the Company's Annual General Meeting held on 19 January 2016. The payment for first and final single tier dividend of 5.00% amounting to RM4,107,858 has been made on 18 March 2016.

There was no dividend paid during the quarter under review.

### A8. Segmental analysis

<b>Current period ended 31 May 2016</b>	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>									
External sales	1	4,334	386	48,408	61,348	11,039	834	-	126,350
Inter-segment sales	5,884	13,979	406	44,496	3,961	2,848	646	(72,220)	-
<b>Total revenue</b>	<b>5,885</b>	<b>18,313</b>	<b>792</b>	<b>92,904</b>	<b>65,309</b>	<b>13,887</b>	<b>1,480</b>	<b>(72,220)</b>	<b>126,350</b>
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 2)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	(596)	367	288	4,270	8,411	(3,804)	340	(647)	8,629
Unallocated income (Note 1)									4,642
Profit from operations									13,271
Goodwill on consolidation written off									(8,311)
Finance costs									(2,605)
Share of result of an associate									(14)
Share of result of a jointly controlled entity									(30)
Profit before taxation									<u>2,311</u>

Note:

1. Unallocated income mainly represent fixed deposit interest income, gain on disposal of quoted investment, scrap sales, rental of building and land & leasing of palm tree.
2. Other segment represents sales from brick making.

## Quarterly report on consolidated results for the period ended 31 May 2016

<b>Current period ended 31 May 2015</b>	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>									
External sales	252	3,446	452	32,148	36,521	10,506	851	-	84,176
Inter-segment sales	13,147	7,732	406	21,349	-	-	291	(42,925)	-
<b>Total revenue</b>	<b>13,399</b>	<b>11,178</b>	<b>858</b>	<b>53,497</b>	<b>36,521</b>	<b>10,506</b>	<b>1,142</b>	<b>(42,925)</b>	<b>84,176</b>
	Investment Holding	Trading	Property Letting	Construction	Property Development	Waste Management	Other (Note 4)	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Segment results	104	292	387	2,445	6,214	(3,903)	89	(768)	4,860
Unallocated income (Note 3)									821
Profit from operations									5,681
Finance costs									(2,339)
Share of result of an associate									(3)
Share of result of a jointly controlled entity									(52)
Profit before taxation									<u>3,287</u>

Note:

3. Unallocated income mainly represent fixed deposit interest income, gain on disposal of quoted investment, gain on disposal of property, plant & equipment, dividend income, bad debts recovered, rental of building and land, scrap iron sales & leasing of palm tree.
4. Other segment represents sales from brick making.

### A9. Valuations of property, plant and equipment

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



## Quarterly report on consolidated results for the period ended 31 May 2016

### A10. Subsequent material event

Save as disclosed below, there were no material events subsequent to the reporting period up to 20 July 2016 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) that have been reflected in the financial statements for the quarter under review:

On 20 July 2016, PLB Land Sdn Bhd had entered into a Share Sale and Purchase Agreement (“SSA”) with Lee Kuan Meng (NRIC No. 580216-08-5191) of No. 2, Lorong Tambun Indah 15, Taman Tambun Indah, 14100 Simpang Ampat, Pulau Pinang for the acquisition of 4,000 ordinary shares of RM1.00 each (“Sale Shares”) of Desanova Development Sdn Bhd (“DDSB”), representing 40% equity interest in DDSB for a total consideration of RM3,855,700.00.

### A11. Change in composition of the Group

There were no changes in the composition of the Group during the financial period under review.

### A12. Contingent liabilities

	<b>Company</b>
	<b>As at 31/05/16 RM'000</b>
<b>Unsecured:</b>	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	128,492
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	9,187
Performance guarantees issued to third parties for performance by certain subsidiaries	181

### A13. Capital commitments

Capital expenditure not provided for in the financial statements is as follows:

	<b>As at 31/05/2016 RM'000</b>
Property, plant and equipment	
- Approved but not contracted	20,043

## Quarterly report on consolidated results for the period ended 31 May 2016

Development land	
- Contracted	<u>240</u>
	<u>20,283</u>

### A14. Related party transactions

The Group's related party transaction in the current financial year to date are as follows:-

	<b>As at 31/05/2016</b>
	<b>RM'000</b>
Purchase of construction materials from related party	
- Hoon Teik Enterprise Sdn. Bhd.	257
Progress billing from related party	
- KH Base Engineering Sdn Bhd	7,097
Sales of Construction materials to related party	
- KH Base Engineering Sdn Bhd	3,257
Purchase of recycling materials from related party	
- Infitech Machinery Sdn Bhd	577
- QM Machinery Sdn Bhd	630
- Infitech Ecogistic Sdn Bhd	224
Sales of recycling materials to related party	
- Infitech Ecogistic Sdn Bhd	48
- HLB Infitech Sdn Bhd	240

Related party	Relationship
Hoon Teik Enterprise Sdn. Bhd.	: A company in which certain directors of the Company, have substantial financial interests.
KH-Base Engineering Sdn. Bhd.	: A company in which persons connected to certain directors of the Company, have substantial financial interests.

## Quarterly report on consolidated results for the period ended 31 May 2016

- Infitech Machinery Sdn. Bhd. : A company in which certain directors of the Company, have substantial financial interests.
- QM Machinery Sdn. Bhd. : A company in which certain directors of the Company, have substantial financial interests.
- HLB Infitech Sdn. Bhd. : A company in which certain directors of the Company, have substantial financial interests.
- Infitech Ecogistic Sdn. Bhd. : A company in which certain directors of the Company, have substantial financial interests.

## Quarterly report on consolidated results for the period ended 31 May 2016

### **B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES**

#### **B1. Review of performance**

	<b>Current Year To date 31.05.2016 RM'000</b>	<b>Preceding Year Corresponding Period 31.05.2015 RM'000</b>
Revenue	126,350	84,176
Consolidated profit before taxation	2,311	3,287

For the 9 months period ended 31 May 2016, the Group recorded revenue of RM126.35 million and profit before tax of RM2.31 million compared to revenue of RM84.18 million and profit before tax of RM3.29 million respectively in the preceding year corresponding period.

The Group recorded higher revenue for the current year to date compared to last year corresponding. This is mainly contributed by property development projects. i.e. Prestige III at Balik Pulau and 98 Nibong Residences at Sungai Nibong.

Meanwhile, lower profit before tax for the current year to date compared to last year corresponding period mainly due to goodwill on consolidation written off of RM8.30 million arising upon acquisition of a new subsidiary company Phoenix Residences Sdn Bhd for the current quarter.

#### **B2. Variation of results against immediate preceding quarter**

	<b>Current Quarter 31.05.2016 RM'000</b>	<b>Preceding Quarter 29.02.2016 RM'000</b>
Revenue	42,696	49,787
Consolidated (loss)/profit before taxation	(1,813)	2,122

The Group recorded lower revenue and loss before tax for the current quarter under review as compared to the preceding quarter. Current quarter results mainly due to goodwill on consolidation written off of RM8.30 million arising upon acquisition of a new subsidiary company Phoenix Residences Sdn Bhd.

## Quarterly report on consolidated results for the period ended 31 May 2016

### B3. Prospects

The Group will continue to focus on and develop its major business segments which are construction and property development.

For Construction segment, the current on-going external construction projects at the unbilled sales of RM73 million located at Bukit Minyak-Prai, Penang Island and Kulim-Kedah is expected to contribute to the Group turnover over the next one and a half year.

The property development segment for the Group shall continue with the development of Final Phase of Balik Pulau and newly launched Greenwish Garden at Batu Maung, Penang.

New launches has slowed down in view of recent high loan rejection rates amid cautious sentiment in the property market. The Group is currently focusing on development planning of quality, affordable houses and condominium from its existing development land bank at Paya Terubong and Zoo Road on Penang Island.

Barring any unforeseen circumstances, the Group expects to remain profitable for the current Financial Year 2016.

### B4. Comparison with profit forecast

Not applicable.

### B5. Notes to the statement of comprehensive income

	Current Quarter 31/05/2016 RM'000	Cumulative Quarter 31/05/2016 RM'000
Profit for the period is arrived		
at after (crediting)/charging:		
-Interest income	(67)	(215)
-Other income including investment income	-	-
-Interest expense	1,032	2,603
-Depreciation and amortization	1,306	3,309
-Provision of impairment loss on trade receivables	-	1,782
-Provision for and write off of inventories	-	328
-Provision for and write off of property, plant & equipment	12	68

## Quarterly report on consolidated results for the period ended 31 May 2016

	<b>Current Quarter 31/05/2016 RM'000</b>	<b>Cumulative Quarter 31/05/2016 RM'000</b>
-(Gain)/loss on disposal of quoted investment	(3,303)	(4,182)
-(Gain)/loss on disposal of unquoted investment	-	-
-(Gain)/loss on disposal of properties	-	-
-Impairment of assets	-	-
-Foreign exchange (gain)/loss	-	-
-(Gain) or loss on derivatives	-	-
-Exceptional items (Loss in FV adjustment)	-	-

### B6. Tax expense

	<b>Current Quarter 31/05/2016 RM'000</b>	<b>Cumulative Quarter 31/05/2016 RM'000</b>
Malaysian income tax: Based on results for the period		
- Current taxation	(1,585)	(2,965)
- Deferred taxation	445	1,234
	<u>(1,140)</u>	<u>(1,731)</u>
Over/(under) provision in prior years		
- Current taxation	(25)	(25)
- Deferred taxation	-	(732)
	<u>(1,165)</u>	<u>(2,488)</u>

The effective tax rate of the Group for the cumulative quarter-to-date is higher than the statutory income tax rate. This is due to unabsorbed tax losses and tax allowances brought forward are not available to set off against taxable profits of other subsidiaries and certain expenses which are not deductible for tax purpose.

### B7. Sale of unquoted investments and properties

There was no sale of unquoted investments and/or properties outside the ordinary course of the Group's business for the current quarter and financial year-to-date.

## Quarterly report on consolidated results for the period ended 31 May 2016

### B8. Quoted securities

(a) Disposal of quoted shares in the current financial year to date are as follows:-

	<b>Current Quarter 31/05/2016 RM'000</b>	<b>Cumulative Quarter 31/05/2016 RM'000</b>
Total disposal of quoted shares	3,117	3,827

(b) Investments in quoted securities as at 31 May 2016 were as follows: -

	RM'000
Share quoted in Malaysia:-	
Balance at 01/09/2015	7,679
Disposal	<u>(3,827)</u>
	3,852
Fair value adjustment	<u>(3,849)</u>
Balance at 31/05/2016	<u>3</u>
At Market Value of quoted shares in Malaysia	<u>3</u>

### B9. Status of corporate proposals

There are no corporate proposals that have been announced by the Company but not completed as at to-date.

### B10. Group borrowings and debt securities

As at	Group 31/05/16 RM'000	Secured 31/05/16 RM'000	Unsecured 31/05/16 RM'000	S/Term 31/05/16 RM'000	L/Term 31/05/16 RM'000
Banker's acceptance	27,057	27,057	-	27,057	-
Bank overdraft	16,891	16,891	-	16,891	-
Hire purchases	1,179	1,179	-	460	719
Revolving credits	5,400	-	5,400	5,400	-
Term loans	79,613	79,613	-	21,754	57,859
<b>Total</b>	<b>130,140</b>	<b>124,740</b>	<b>5,400</b>	<b>71,562</b>	<b>58,578</b>

### B11. Derivative financial instruments

The Group does not have any financial instruments with off-balance sheet risk as at 31 May 2016.

## Quarterly report on consolidated results for the period ended 31 May 2016

### B12. Realised and unrealised profit/(losses) disclosure

The retained profits of the Group as at 31 May 2016 and 31 August 2015 are analyzed as follows:

	As at 31/05/2016 RM'000	As at 31/08/2015 (Audited) RM'000
Total retained profits of the Company and its subsidiaries:		
-Realised	39,564	50,844
-Unrealised	(1,410)	(1,438)
	38,154	49,406
Total share of retained profits from associates:		
-Realised	54	68
	38,208	49,474
Total share of retained profits from jointly controlled entities:		
-Realised	33,000	16,290
	71,208	65,764
Less: Consolidation adjustments	(42,438)	(33,247)
Total retained profits as per Consolidated Statement of Financial Position	28,770	32,517

### B13. Changes in material litigation

#### **Hunza Properties (Gurney) Sdn Bhd & Hunza Properties (Penang) Sdn Bhd (“Hunza”) vs PLB-KH Bina Sdn Bhd (“PLB-KH”)**

The dispute is now at arbitration stage with Ar. Koh Beng Tock as the arbitrator. The arbitration was heard during the scheduled dates between 16 - 18 May 2012, 30 - 31 May 2012, 26-27 November 2012, 25 February – 1 March 2013, 18 – 22 March 2013, 8 – 12 April 2013, 6 – 10 May 2013, 5 – 7 August 2013, 10 – 13 September 2013 and 3 – 6, 24 March 2014, 14 – 18 April 2014, 5 – 9 & 26 – 30 May 2014, 16 – 20 June 2014, 7 – 11 July 2014, 29 September – 3 October 2014, 3 – 7 November 2014, 17 - 21 November 2014, 2 – 5 March 2015, 7 – 8 April 2015, 27 – 28 April 2015, 11 May 2015, 13 – 14 May 2015, 8 – 10 July 2015, 28 July 2015, 10 – 13 August 2015, 24 – 27 August 2015, 7 – 10 September 2015, 21 – 22 September 2015, 5 October 2015, 19 & 21 October 2015, 4 – 7 January 2016, 18 – 21 January 2016 and 11 – 14 April 2016. The continued hearing of the arbitration is now fixed from 25 July 2016, 10 – 13 October 2016, 24 – 27 October 2016, 21 – 24 November 2016, 9 – 12 January 2017, 7 – 10 August 2017, 5 – 8 September 2017, 2 – 5 October 2017, 9 – 12 October 2017, 23 – 26 October 2017, 6 – 9 November 2017 and 20 – 23 November 2017.

The parties also have agreed to withdraw the application submit the principal issues in the Corporate Guarantee case between Hunza and PLB Engineering Berhad to be determined in the arbitration.



## Quarterly report on consolidated results for the period ended 31 May 2016

Also, by consent order, on 4 May 2010, the matter at the high court had been stayed pending the arbitration proceedings.

### B14. Dividend

No interim dividend has been declared by the Board for the financial quarter ended 31 May 2016.

### B15. Earnings per share

#### *Basic earnings per share*

The basic earnings per share of the Group is calculated by dividing the net profit for the period by the weighted average number of ordinary shares in issue during the financial period.

	Individual quarter		Cumulative quarter	
	Current year quarter 31/05/16 RM'000	Preceding year corresponding 31/05/15 RM'000	Current year to date 31/05/16 RM'000	Preceding year corresponding 31/05/15 RM'000
Net profit/(loss) attributable to owners of the parent	(2,508)	531	696	2,301
<b>Basic earnings per share</b>				
Weighted average number of ordinary shares of RM1.00 each	82,157	82,157	82,157	82,157
Basic earnings/(loss) per ordinary share of RM1.00 each (sen)	<u>(3.05)</u>	<u>0.65</u>	<u>0.85</u>	<u>2.80</u>

#### *Diluted earnings per ordinary share*

There is no diluted earnings per share as the Company does not have any convertible financial instruments as at the end of the current quarter and financial period-to-date.

### B16. Authorisation for issue

These financial statements were authorised for issue by the Board of Directors of the Group.

**Date : 28 July 2016**