

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FORTH QUARTER ENDED AUGUST 2016

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	CURRENT YEAR QUARTER (31-08-2016) RM'000	PRECEDING YEAR CORRESPONDING QUARTER (31-08-2015) RM'000	CURRENT YEAR TODATE (31-08-2016) RM'000	PRECEDING YEAR CORRESPONDING PERIOD (31-08-2015) RM'000
Revenue	49,202	47,141	175,552	131,317
Operating expenses	(48,527)	(43,753)	(166,247)	(123,069)
Other operating income	255	1,109	4,897	1,930
Profit from operations	931	4,497	14,202	10,178
Goodwill on consolidation written off	-	-	(8,311)	-
Finance costs	(1,127)	(813)	(3,732)	(3,152)
(Loss)/profit after finance cost	(196)	3,684	2,159	7,026
Share of results of an associate	(110)	(1)	(124)	(4)
Share of results of a joint venture	(44)	(43)	(74)	(95)
(Loss)/profit before taxation	(351)	3,639	1,961	6,926
Taxation	(1,090)	(1,799)	(3,578)	(3,772)
(Loss)/profit for the period	(1,441)	1,840	(1,618)	3,154
Other comprehensive loss, net of tax item that may be reclassified subsequently to profit or loss				
Fair value adjustment on available-for-sale financial assets	-	(389)	(3,849)	(1,107)
Total comprehensive (loss)/income	(1,441)	1,451	(5,467)	2,047
(Loss)/profit attributable to:				
Owners of the Company	(1,232)	1,372	(535)	3,673
Non-controlling interests	(209)	469	(1,082)	(518)
	(1,441)	1,840	(1,618)	3,154
Total comprehensive (loss)/income attributable to:				
Owners of the Company	(1,233)	982	(4,385)	2,565
Non-controlling interests	(209)	469	(1,082)	(518)
	(1,441)	1,451	(5,467)	2,047
(Loss)/earnings per share attributable to owners of the Company:-				
Basic(sen)	(1.50)	1.67	(0.65)	4.47

(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 AUGUST 2016

(The figures have not been audited)

	UNAUDITED AS AT END OF CURRENT QUARTER 31-08-2016 RM'000	AUDITED AS AT PRECEDING FINANCIAL YEAR END 31-08-2015 RM'000
ASSETS		
<u>Non-Current assets</u>		
Property, plant and equipment	38,440	27,287
Investment properties	13,472	11,163
Investment in an associate	244	368
Investment in a joint venture	772	1,246
Land held for development	52,794	52,753
Other investments	2	7,679
Deferred tax assets	109	-
	105,833	100,497
<u>Current assets</u>		
Inventories	11,065	4,528
Property development costs	169,834	135,764
Gross amount due from customers on contracts	591	2,347
Trade receivables	34,092	37,145
Other receivables, deposits and prepayments	8,084	8,684
Tax recoverable	60	21
Fixed deposits with licensed banks	4,867	6,278
Cash and bank balances	5,266	8,899
	233,858	203,666
TOTAL ASSETS	339,691	304,163
EQUITY AND LIABILITIES		
Equity attributable to owner of the Company		
Share capital	91,282	91,282
Reserves	43,811	52,312
Treasury shares	(10,508)	(10,508)
Shareholders' fund	124,585	133,085
Non-controlling interests	(898)	86
Total equity	123,687	133,171
<u>Non-current liabilities</u>		
Bank borrowings	66,952	49,594
Deferred tax liabilities	-	706
	66,952	50,300
<u>Current liabilities</u>		
Gross amount due to customers on contracts	7,447	7,222
Trade payables	20,197	13,132
Other payables and accruals	46,543	39,191
Bank borrowings	74,107	60,197
Provision for taxation	758	948
	149,052	120,691
Total liabilities	216,004	170,992
TOTAL EQUITY AND LIABILITIES	339,691	304,163
Net tangible assets per share (RM)	1.52	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 AUGUST 2016

(The figures have not been audited)

	← Attributable to owners of the Company →							Non-controlling Interest	Total Equity
	← Non-Distributable →				Distributable		Total		
	Share Capital	Treasury Shares	Share Premium	Fair Value Adjustment Reserve	Retained Profits/ (Accumulated Losses)				
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
12 months period end 31 August 2016									
Balance at 1 September 2015	91,282	(10,508)	15,951	3,843	32,517	133,085	86	133,171	
Total comprehensive loss for the period	-	-	-	(3,849)	(535)	(4,385)	(1,082)	(5,467)	
Transactions with owners:									
Dividend to non-controlling interest of a subsidiaries	-	-	-	-	-	-	(300)	(300)	
Changes in ownership interest in a subsidiary	-	-	-	-	(8)	(8)	8	-	
Issuance of shares to non-controlling interests	-	-	-	-	-	-	400	400	
Acquisition of investment in subsidiaries	-	-	-	-	-	-	(9)	(9)	
Dividend	-	-	-	-	(4,108)	(4,108)	-	(4,108)	
Total transactions with owners	-	-	-	-	(4,116)	(4,116)	99	(4,017)	
Balance at 31 August 2016	91,282	(10,508)	15,951	(6)	27,866	124,585	(897)	123,687	
12 months period end 31 August 2015									
Balance at 1 September 2014	91,282	(10,508)	15,951	4,951	37,060	138,736	904	139,640	
Total comprehensive income for the period	-	-	-	(1,107)	3,673	2,565	(518)	2,047	
Transaction with owners:									
Dividend to non-controlling interest of a subsidiaries	-	-	-	-	-	-	(300)	(300)	
Dividend	-	-	-	-	(8,216)	(8,216)	-	(8,216)	
Total transactions with owners	-	-	-	-	(8,216)	(8,216)	(300)	(8,516)	
Balance at 31 August 2015	91,282	(10,508)	15,951	3,844	32,517	133,085	86	133,171	

(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 AUGUST 2016

(The figures have not been audited)

	12 months ended 31-08-2016 RM'000	12 months ended 31-08-2015 RM'000
Cash Flows From Operating Activities		
Profit before taxation	1,961	6,926
Adjustment for :-		
Non-cash items - operating	299	3,106
Non-operating items - investing	(2,507)	(1,094)
Non-operating items - financing	3,732	3,152
Operating profit before working capital changes	<u>3,485</u>	<u>12,091</u>
Net Change in current assets	(35,074)	(18,975)
Net Change in current liabilities	14,642	6,170
Cash used in operations	<u>(16,947)</u>	<u>(714)</u>
Interest income	476	868
Interest paid	(3,732)	(3,152)
Income tax paid	(4,627)	(4,786)
Income tax refunded	-	45
Net cash used in operating activities	<u>(24,830)</u>	<u>(7,739)</u>
Cash Flows From Investing Activities		
Land held for development	(41)	4,373
Withdrawal/ (placement) of fixed deposits	1,418	(676)
Purchase of property, plant & equipment	(2,610)	(2,325)
Proceeds from disposal of other investments	8,237	998
Proceeds from disposal of property, plant & equipment	1	14
Net cash provided from investing activities	<u>7,005</u>	<u>2,384</u>
Cash Flows From Financing Activities		
Dividend paid	(4,108)	(8,216)
Drawdown/(repayment) from bank borrowings	16,029	(14,385)
Dividend paid to non-controlling interest of a subsidiary	(300)	(300)
Proceeds from issue of shares to non-controlling interest of a subsidiary	400	-
Net cash provided from/(used in) from financing activities	<u>12,021</u>	<u>(22,901)</u>
Net decrease in Cash	<u>(5,804)</u>	<u>(28,256)</u>
Cash And Cash Equivalents At Beginning	<u>(7,983)</u>	20,273
Cash And Cash Equivalents At End	<u><u>(13,787)</u></u>	<u><u>(7,983)</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 August 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 August 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 August 2016, **9,124,500** are held as treasury shares by the Company. As at 31 August 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 August 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 was made on 18 March 2016.

There was no dividend paid during the quarter under review.

A8. Segmental analysis

Current period ended 31 August 2016	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
Revenue									
External sales	1	5,979	554	75,989	76,085	15,874	1,070	-	175,552
Inter-segment sales	16,996	17,163	542	64,105	15,172	3,883	737	(118,598)	-
Total revenue	16,997	23,142	1,096	140,094	91,257	19,757	1,807	(118,598)	175,552
	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	(302)	509	409	4,100	12,197	(4,707)	463	(3,364)	9,305
Unallocated income (Note 1)									4,897
Profit from operations									14,202
Goodwill on consolidation written off									(8,311)
Finance costs									(3,732)
Share of result of an associate									(124)
Share of result of a jointly controlled entity									(74)
Profit before taxation									1,961

Note:

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

Quarterly report on consolidated results for the period ended 31 August 2016

Current period ended 31 August 2015	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
Revenue									
External sales	252	4,668	597	51,588	57,842	15,610	760	-	131,317
Inter-segment sales	25,702	11,082	542	36,746	-	-	390	(74,462)	-
Total revenue	25,954	15,750	1,139	88,334	57,842	15,610	1,150	(74,462)	131,317
	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	227	503	460	3,707	8,306	(3,134)	94	(1,916)	8,247
Unallocated income (Note 1)									1,930
Profit from operations									10,177
Finance costs									(3,152)
Share of result of an associate									(4)
Share of result of a jointly controlled entity									(95)
Profit before taxation									6,926

Note:

- 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.
- 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.

A10. Subsequent material event

There were no material events subsequent to the reporting period up to 20 October 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.

Quarterly report on consolidated results for the period ended 31 August 2016

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

	Company
	As at 31/08/16 RM'000
Unsecured:	
Corporate guarantees issued to financial institutions for banking facilities granted to certain subsidiaries	140,027
Corporate guarantees issued to financial institutions for banker guarantee facilities granted to certain subsidiaries for contract bond in favour of third parties	7,988
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:

	As at 31/08/2016 RM'000
Property, plant and equipment	
- Approved but not contracted	39,777
Development land	
- Contracted	240
Share purchase	
- Contracted	<u>5,614</u>
	<u>45,631</u>

Quarterly report on consolidated results for the period ended 31 August 2016

A14. Related party transactions

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

	As at 31/08/2016 RM'000
Purchase of construction materials from related party	
- Hoon Teik Enterprise Sdn. Bhd.	281
Progress billing from related party	
- KH Base Engineering Sdn Bhd	14,015
Sales of Construction materials to related party	
- KH Base Engineering Sdn Bhd	4,234
Purchase of recycling materials from related party	
- Infitech Machinery Sdn Bhd	916
- QM Machinery Sdn Bhd	1,234
- Infitech Ecogistic Sdn Bhd	345
Sales of recycling materials to related party	
- Infitech Ecogistic Sdn Bhd	68
- HLB Infitech Sdn Bhd	272
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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.
Infitech Machinery 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 August 2016

- 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 August 2016

B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA SECURITIES

B1. Review of performance

	Current Year To date 31.08.2016 RM'000	Preceding Year Corresponding Period 31.08.2015 RM'000
Revenue	175,552	131,317
Consolidated profit before taxation	1,961	6,926

For the year ended 31 August 2016, the Group recorded revenue of RM175.55 million and profit before tax of RM1.96 million compared to revenue of RM131.21 million and profit before tax of RM6.93 million respectively in the preceding year corresponding period.

The Group recorded higher revenue for the current year to date compared to last year. Property development projects. i.e. Prestige III at Balik Pulau and 98 Nibong Residences at Sungai Nibong contributed to this.

Meanwhile, lower profit before tax for the current year is due to goodwill on consolidation written off of RM8.30 million arising from acquisition of a new subsidiary Phoenix Residences Sdn Bhd.

B2. Variation of results against immediate preceding quarter

	Current Quarter 31.08.2016 RM'000	Preceding Quarter 31.05.2016 RM'000
Revenue	49,202	42,696
Consolidated loss before taxation	(351)	(1,813)

The Group recorded higher revenue for the current quarter from the on-going construction projects.

Lower loss before taxation for the current quarter is due to lower losses generated from Waste Segregation project.

Quarterly report on consolidated results for the period ended 31 August 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 RM53 million located at Bukit Minyak-Prai and Penang Island is expected to contribute to the Group turnover over the next one 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 prospects of the Group for next Financial Year 2017 remains positive.

B4. Comparison with profit forecast

Not applicable.

B5. Notes to the statement of comprehensive income

	Current Quarter 31/08/2016 RM'000	Cumulative Quarter 31/08/2016 RM'000
Profit for the period is arrived		
at after (crediting)/charging:		
-Interest income	(257)	(472)
-Other income including investment income	-	-
-Interest expense	1,127	3,732
-Depreciation and amortization	1,233	4,543
-Provision of impairment loss on trade receivables	-	1,784
-Provision for and write off of inventories	982	1,310
-Provision for and write off of property, plant & equipment	(2)	66

Quarterly report on consolidated results for the period ended 31 August 2016

	Current Quarter 31/08/2016 RM'000	Cumulative Quarter 31/08/2016 RM'000
-(Gain)/loss on disposal of quoted investment	-	(4,409)
-(Gain)/loss on disposal of unquoted investment	63	63
-(Gain)/loss on disposal of properties	-	-
-Impairment of assets	230	230
-Foreign exchange (gain)/loss	-	-
-(Gain) or loss on derivatives	-	-
-Exceptional items (Loss in FV adjustment)	-	-

B6. Tax expense

	Current Quarter 31/08/2016 RM'000	Cumulative Quarter 31/08/2016 RM'000
Malaysian income tax: Based on results for the period		
- Current taxation	(1,531)	(4,496)
- Deferred taxation	313	1,547
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	(1,218)	(2,949)
Over/(under) provision in prior years		
- Current taxation	128	103
- Deferred taxation	-	(732)
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	(1,090)	(3,578)

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 August 2016

B8. Quoted securities

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

	Current Quarter 31/08/2016 RM'000	Cumulative Quarter 31/08/2016 RM'000
Total disposal of quoted shares	-	3,827

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

	RM'000
Share quoted in Malaysia:-	
Balance at 01/09/2015	7,679
Disposal	<u>(3,827)</u>
	3,851
Fair value adjustment	<u>(3,849)</u>
Balance at 31/08/2016	<u>2</u>
At Market Value of quoted shares in Malaysia	<u>2</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 31/08/16 RM'000	Secured 31/08/16 RM'000	Unsecured 31/08/16 RM'000	S/Term 31/08/16 RM'000	L/Term 31/08/16 RM'000
Banker's acceptance	28,451	28,451	-	28,451	-
Invoice financing	497	497	-	497	-
Bank overdraft	19,277	19,277	-	19,277	-
Hire purchases	1,032	1,032	-	580	452
Revolving credits	5,400	-	5,400	5,400	-
Term loans	86,402	86,402	-	19,902	66,500
Total	141,059	135,659	5,400	74,107	66,952

B11. Derivative financial instruments

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

Quarterly report on consolidated results for the period ended 31 August 2016

B12. Realised and unrealised profit/(loss) disclosure

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

	As at 31/08/2016 RM'000	As at 31/08/2015 (Audited) RM'000
Total retained profits of the Company and its subsidiaries:		
-Realised	42,968	50,844
-Unrealised	(1,402)	(1,438)
	<hr/> 41,567	<hr/> 49,406
Total share of retained profits from associates:		
-Realised	(56)	68
	<hr/> 41,511	<hr/> 49,474
Total share of retained profits from jointly controlled entities:		
-Realised	32,956	16,290
	<hr/> 74,466	<hr/> 65,764
Less: Consolidation adjustments	(46,600)	(33,247)
Total retained profits as per Consolidated Statement of Financial Position	<hr/> 27,866	<hr/> 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, 11 – 14 April 2016 and 25 July 2016. The continued hearing of the arbitration is now fixed from 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.

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

B14. Dividend

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 was made on 18 March 2016.

On 27 October 2016, The Board of Directors had recommended a first and final single tier dividend of 1.00% amounting to RM821,572 for the financial year ended 31 August 2016 for shareholders' approval at the forthcoming Annual General Meeting which will be held on 19 January 2017.

B15. (Loss)/earnings per share

Basic (loss)/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 31/08/16 RM'000	Preceding year corresponding 31/08/15 RM'000	Current year to date 31/08/16 RM'000	Preceding year corresponding 31/08/15 RM'000
Net (loss)/profit attributable to owners of the parent	(1,232)	1,372	(535)	3,673
Basic (loss)/earnings per share				
Weighted average number of ordinary shares of RM1.00 each	82,157	82,157	82,157	82,157
Basic (loss)/earnings per ordinary share of RM1.00 each (sen)	<u>(1.50)</u>	<u>1.67</u>	<u>(0.65)</u>	<u>4.47</u>

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Diluted (loss)/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 : 27 October 2016