

PETRA PERDANA BERHAD (Company No. 372113 - A)
(Incorporated in Malaysia)

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER
ENDED 30 JUNE 2009**

CONDENSED CONSOLIDATED INCOME STATEMENTS

	Current Quarter Ended 30-Jun-09 RM'000	Corresponding Quarter Ended 30-Jun-08 RM'000	Current Year-to-date Ended 30-Jun-09 RM'000	Corresponding Year-to-date Ended 30-Jun-08 RM'000
Continuing Operations				
Revenue	166,300	153,681	329,528	302,304
Cost of Sales	(126,472)	(108,014)	(243,517)	(215,050)
Gross Profit	39,828	45,667	86,011	87,254
Other income	6,385	6,013	10,807	7,615
Operating expenses	(15,985)	(13,698)	(30,579)	(26,412)
Finance costs	(9,001)	(7,494)	(19,304)	(15,082)
Profit before taxation	21,227	30,488	46,935	53,375
Income tax expense	(3,215)	(3,867)	(6,855)	(6,894)
Profit for the period	18,012	26,621	40,080	46,481
Attributable to:				
Equity holders of the parent	15,557	21,181	34,205	37,258
Minority interest	2,455	5,440	5,875	9,223
	18,012	26,621	40,080	46,481
Earnings per share of RM0.50 each (sen)				
a) Basic (based on weighted average)	5.23	7.12	11.49	12.52
b) Fully diluted	N/A	N/A	N/A	N/A

(The condensed Consolidated Income Statements should be read in conjunction with the annual financial report for the year ended 31 December 2008)

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CONDENSED CONSOLIDATED BALANCE SHEET

	(Unaudited)	(Audited)
	30-Jun-09	31-Dec-08
	RM'000	RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	639,964	659,068
Prepaid lease payments	7,210	7,275
Intangible assets	28,939	27,507
Deferred tax assets	62	62
	<u>676,175</u>	<u>693,912</u>
CURRENT ASSETS		
Inventories	58,478	50,299
Trade receivables	264,616	260,726
Other receivables	134,410	101,827
Amount owing by contract customers	21,761	6,471
Tax recoverable	6,272	7,145
Fixed deposits with licensed banks	164,869	337,423
Cash and bank balances	38,907	33,348
	<u>689,313</u>	<u>797,239</u>
Non-current asset classified as held for sale	12,742	4,501
	<u>702,055</u>	<u>801,740</u>
TOTAL ASSETS	<u>1,378,230</u>	<u>1,495,652</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	148,800	148,800
Reserves	435,020	396,820
SHAREHOLDERS' EQUITY	<u>583,820</u>	<u>545,620</u>
MINORITY INTERESTS	123,251	118,162
TOTAL EQUITY	<u>707,071</u>	<u>663,782</u>
NON-CURRENT LIABILITIES		
Deferred taxation	30,276	30,908
Long term borrowings	380,255	295,280
Retirement benefit obligations	504	511
	<u>411,035</u>	<u>326,699</u>
CURRENT LIABILITIES		
Trade payables	73,985	84,960
Other payables	40,234	42,851
Amount owing to contract customers	9,754	9,625
Short-term borrowings	133,791	366,023
Provision for taxation	2,360	1,712
	<u>260,124</u>	<u>505,171</u>
TOTAL LIABILITIES	<u>671,159</u>	<u>831,870</u>
TOTAL EQUITY AND LIABILITIES	<u>1,378,230</u>	<u>1,495,652</u>
NET ASSETS PER ORDINARY SHARE (RM)	1.96	1.83

(The condensed Consolidated Balance Sheet should be read in conjunction with the annual financial report for the year ended 31 December 2008)

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	30-Jun-09	30-Jun-08
	RM'000	RM'000
Cash flow (for)/from operating activities		
Profit before taxation	46,935	53,375
Adjustments for:		
Allowance for doubtful debts	331	-
Amortisation of prepaid lease payments	65	65
Depreciation	23,762	20,737
Gain on disposal of property, plant and equipment	(2,701)	(3,323)
Gain on disposal of non-current asset classified as held for sale	(1,952)	-
Unrealised (gain)/loss on foreign exchange	(881)	899
Interest expense	19,304	15,082
Inventories written off	3	-
Interest income	(2,665)	(3,141)
Provision for retirement benefits	(7)	75
Operating profit before working capital changes	<u>82,194</u>	<u>83,769</u>
Increase in inventories	(8,163)	(2,717)
Increase in trade and other receivables	(33,866)	(30,141)
(Increase)/Decrease in amount due from contract customers (net)	(15,161)	4,226
Decrease in trade and other payables	(18,939)	(17,183)
Net cash from operations	<u>6,065</u>	<u>37,954</u>
Tax paid	(6,145)	(6,638)
Net cash (for)/from operating activities	<u>(80)</u>	<u>31,316</u>
Cash flow from/(for) investing activities		
Deposits paid for property, plant & equipment	(921)	(740)
Purchase of property, plant & equipment	(104,804)	(19,254)
Proceeds from disposal of property, plant & equipment	98,035	12,817
Proceeds from disposal of non-current asset classified as held for sale	6,656	-
Net cash outflow for acquisition of a subsidiary	(2,635)	-
Acquisition of additional interest in subsidiaries	-	(8,721)
Interest income received	2,665	3,141
Withdrawal/(placement) of fixed deposits (with security)	116,934	(10,899)
Net cash from/(for) investing activities	<u>115,930</u>	<u>(23,656)</u>

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CONDENSED CONSOLIDATED CASH FLOW STATEMENTS

	30-Jun-09	30-Jun-08
	RM'000	RM'000
Cash flow (for)/from financing activities		
Proceeds from borrowings	183,360	62,800
Repayment of borrowings	(329,900)	(2,317)
Repayment of hire purchase loan	(137)	(157)
Interest paid	(19,304)	(15,082)
Dividend paid to minority shareholders	-	(1,781)
Dividend paid	(6)	(15)
Net cash (for)/from financing activities	<u>(165,987)</u>	<u>43,448</u>
Net change in cash and cash equivalents	(50,137)	51,108
Effect of foreign exchange translation	967	(1,051)
Cash and cash equivalents at beginning of the financial period	<u>223,358</u>	<u>135,817</u>
Cash and cash equivalents at end of the financial period	<u>174,188</u>	<u>185,874</u>
Cash and cash equivalents		
Fixed deposits with licensed banks	164,869	263,168
Cash and bank balances	<u>38,907</u>	<u>24,697</u>
	203,776	287,865
Less: Fixed deposits pledged as security	<u>(29,588)</u>	<u>(101,991)</u>
	<u>174,188</u>	<u>185,874</u>

(The condensed Consolidated Cash Flow Statements should be read in conjunction
with the annual financial report for the year ended 31 December 2008)

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INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER ENDED 30 JUNE 2009

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Share Premium RM'000	Capital Redemption Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
Financial year ending 31 December 2009								
As at 31 December 2008/1 January 2009	148,800	60,377	2,127	6,860	327,456	545,620	118,162	663,782
Net profit for the period	-	-	-	-	34,205	34,205	5,875	40,080
Acquisition of a subsidiary	-	-	-	-	-	-	562	562
Currency translation difference	-	-	-	*8,459	-	8,459	212	8,671
Dividend	-	-	-	-	(4,464)	(4,464)	(1,560)	(6,024)
Balance as at 30 June 2009	148,800	60,377	2,127	15,319	357,197	583,820	123,251	707,071
Financial year ended 31 December 2008								
As at 1 January 2008	148,800	60,377	-	(15,956)	247,421	440,642	109,091	549,733
Net profit for the year	-	-	-	-	87,668	87,668	16,910	104,578
Acquisition of interest in subsidiaries	-	-	-	-	-	-	(3,815)	(3,815)
Redemption of Redeemable Non-Cumulative Non-Voting Preference Shares ("RNCPS")	-	-	*2,127	-	(2,127)	-	-	-
Currency translation difference	-	-	-	*22,816	-	22,816	65	22,881
Dividend	-	-	-	-	(5,506)	(5,506)	(4,089)	(9,595)
Balance as at 31 December 2008	148,800	60,377	2,127	6,860	327,456	545,620	118,162	663,782

* - Represent gains/(losses) not taken to income statements.

(The condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual financial report for the year ended 31 December 2008)

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PART A: EXPLANATORY NOTES PURSUANT TO FRS 134

1. Basis of Preparation

The interim financial statements have been prepared in accordance with Financial Reporting Standards (“FRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 31 December 2008. 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 year ended 31 December 2008.

2. Changes in Accounting Policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2008. The Group has not adopted the following FRSs and IC Interpretations that have been issued but yet to be effective for the Group:

- (i) FRS issued and effective for financial periods beginning on or after 1 July 2009:

FRS 8 Operating Segments

FRS 8 replaces FRS 114₂₀₀₄ Segment Reporting and requires a “management approach”, under which segment information is presented on the same basis as that used for internal reporting purposes. The adoption of this standard only impacts the form and content of disclosures presented in the financial statements of the Group. This FRS is expected to have no material impact on the financial statements of the Group upon its initial application.

- (ii) FRSs issued and effective for financial periods beginning on or after 1 January 2010:

FRS 4 Insurance Contracts
FRS 7 Financial Instruments: Disclosures
FRS 139 Financial Instruments: Recognition and Measurement

The Group considers financial guarantee contracts entered to be insurance arrangements and accounts for them under FRS 4. In this respect, the Group treats the guarantee contract as a contingent liability until such a time as it becomes probable that the Group will be required to make a payment under the guarantee. The adoption of FRS 4 is expected to have no material impact on the financial statements of the Group.

The possible impacts of FRS 7 and FRS 139 on the financial statements upon their initial applications are not disclosed by virtue of the exemptions given in these standards.

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2. Changes in Accounting Policies (Cont'd)

(iii) IC Interpretations issued and effective for financial periods beginning on or after 1 January 2010:

IC Interpretation 9	Reassessment of Embedded Derivatives
IC Interpretation 10	Interim Financial Reporting and Impairment

IC Interpretation 9 is not relevant to the Group's operations. IC Interpretation 10 prohibits the impairment losses recognised in an interim period on goodwill and investments in equity instruments and in financial assets carried at cost to be reversed at a subsequent balance sheet date. This interpretation is expected to have no material impact on the financial statements of the Group upon its initial application.

3. Qualification of Financial Statements

The preceding annual financial statements of the Group were not subject to any qualification.

4. Seasonal or Cyclical Factors

Seasonal and cyclical factors do not have any material impact on the Group's business operations.

5. Unusual and Extraordinary Items

There are no unusual and extraordinary items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial period to-date.

6. Material Changes in Estimates

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

7. Issuance and Repayment of Debts and Equity Securities

There have been no cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter and financial period to-date.

8. Dividends Paid

No dividend was paid during the current quarter and financial period to-date.

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9. Segmental Information

Business Segment - Quarter

<i>Current Quarter Ended 30 June 2009</i>	Integrated Brownfield, Engineering and Maintenance Services RM'000	Marine Offshore Support Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue					
External revenue	105,341	60,959	-	-	166,300
Inter-segment revenue	26	45,275	2,829	(48,130)	-
	<u>105,367</u>	<u>106,234</u>	<u>2,829</u>	<u>(48,130)</u>	<u>166,300</u>
Results					
Segment results	13,267	19,639	1,976	(4,654)	30,228
Finance costs	(3,440)	(455)	(7,418)	2,312	(9,001)
Profit before taxation	<u>9,827</u>	<u>19,184</u>	<u>(5,442)</u>	<u>(2,342)</u>	<u>21,227</u>

<i>Corresponding Quarter Ended 30 June 2008</i>	Integrated Brownfield, Engineering and Maintenance Services RM'000	Marine Offshore Support Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue					
External revenue	105,317	48,364	-	-	153,681
Inter-segment revenue	-	30,345	489	(30,834)	-
	<u>105,317</u>	<u>78,709</u>	<u>489</u>	<u>(30,834)</u>	<u>153,681</u>
Results					
Segment results	18,668	20,132	816	(1,634)	37,982
Finance costs	(1,698)	(146)	(7,189)	1,539	(7,494)
Profit before taxation	<u>16,970</u>	<u>19,986</u>	<u>(6,373)</u>	<u>(95)</u>	<u>30,488</u>

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Business Segment – Year-to-date

<i>Current Year-to-date Ended 30 June 2009</i>	Integrated Brownfield, Engineering and Maintenance Services RM'000	Marine Offshore Support Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue					
External revenue	198,761	130,767	-	-	329,528
Inter-segment revenue	139	82,689	4,714	(87,542)	-
	<u>198,900</u>	<u>213,456</u>	<u>4,714</u>	<u>(87,542)</u>	<u>329,528</u>
Results					
Segment results	24,411	45,121	4,785	(8,078)	66,239
Finance costs	(4,701)	(526)	(18,819)	4,742	(19,304)
Profit before taxation	<u>19,710</u>	<u>44,595</u>	<u>(14,034)</u>	<u>(3,336)</u>	<u>46,935</u>

<i>Corresponding Year-to-date Ended 30 June 2008</i>	Integrated Brownfield, Engineering and Maintenance Services RM'000	Marine Offshore Support Services RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
Revenue					
External revenue	213,439	88,865	-	-	302,304
Inter-segment revenue	-	60,431	5,104	(65,535)	-
	<u>213,439</u>	<u>149,296</u>	<u>5,104</u>	<u>(65,535)</u>	<u>302,304</u>
Results					
Segment results	34,048	36,166	5,487	(7,244)	68,457
Finance costs	(3,640)	(341)	(14,251)	3,150	(15,082)
Profit before taxation	<u>30,408</u>	<u>35,825</u>	<u>(8,764)</u>	<u>(4,094)</u>	<u>53,375</u>

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10. Valuation of Property, Plant and Equipment

There is no valuation of property, plant and equipment during the current quarter and financial period to-date.

11. Material Events Subsequent to the Balance Sheet Date

There were no material events subsequent to the end of the interim period reported which have not been reflected in the financial statements except as follows:

- (i) On 12 August 2009, Perdana Saturn Limited and Perdana Pluto Limited were incorporated under the Labuan Offshore Companies Act, 1990 with an issued and paid up capital of USD1.00 each divided into 1 ordinary share of USD1.00 for the intended purpose of operating as vessel owner and undertaking the business of leasing of vessels.
- (ii) On 20 August 2009, the Company announced that the Memorandum of Agreement (“MOA”) with Intra Oil Holding Ltd dated 8 May 2009 to dispose the workboat namely IOS Jaguar was cancelled on 19 August 2009 as the terms of the MOA was not fulfilled. The 10% deposit together with interest earned shall be forfeited pursuant to the terms of the MOA.

12. Changes in Composition of the Group

There were no changes in the composition of the Group for the current quarter ended 30 June 2009 including business combination, acquisition or disposal of subsidiary and long-term investments, restructuring and discontinuing operation except as follows:

- (i) On 30 April 2009, Petra Energy Berhad (“PEB”) has completed the acquisition of 70,000 ordinary shares of RM1.00 each representing 70% of the total issued and paid-up capital of Jurutera Perunding Akal Sdn Bhd for a consideration of RM2.7 million.
- (ii) On 12 May 2009, Perdana Jupiter Ltd was incorporated under the Labuan Offshore Companies Act, 1990 with an issued and paid up capital of USD1.00 divided into 1 ordinary shares of USD1.00 to carry out offshore leasing business in Labuan.
- (iii) On 23 June 2009, Perdana Neptune Limited was incorporated under the Labuan Offshore Companies Act, 1990 with an issued and paid up capital of USD1.00 divided into 1 ordinary share of USD1.00 for the intended purpose of operating as vessel owner and undertaking the business of leasing of vessels.

13. Changes in Contingent Liabilities

As at 30 June 2009, the Company has given corporate guarantees amounting to approximately RM201.5 million to licensed banks and financial institutions for facilities granted to subsidiaries. Arising from this, the Company is contingently liable for the amount utilised by its subsidiaries of approximately RM30.7 million as at the said date.

The Group is contingent liable for the performance guarantee extended by its subsidiaries to third parties amounting to RM39.8 million as at 30 June 2009.

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14. Capital Commitment

As at 30 June 2009, the Group had the following capital commitments:

	RM'000
Approved and not contracted for	-
Approved and contracted for	<u>634,829</u>

15. Operating Lease Arrangements

As at 30 June 2009, the Group has entered into operating lease agreements for the use of certain vessels, office, warehouse and apartment. The future aggregate minimum lease payments are as follows:

	RM'000
Not later than 1 year	89,654
Later than 1 year and not later than 5 years	387,264
Later than 5 years	<u>398,272</u>
	<u>875,190</u>

16. Significant Related Party Transactions

a. The Company had the following transactions with related parties during the financial quarter:

	Quarter ended 30-June-09 RM'000	Quarter ended 30-June-08 RM'000
i. Subsidiaries:		
Rental income from subsidiaries	85	85
Interest and finance charges from subsidiaries	2,312	1,538
Management fee from a subsidiary	405	405
Dividend income from a subsidiary	3,735	4,125
Handling fee charged by a subsidiary	131	-
ii. Legal fee paid to a Director of a subsidiary		
	<u>20</u>	<u>20</u>

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business and have been established on terms that are not more favourable to the related parties than those generally available to the public.

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16. Significant Related Party Transactions (Cont'd)

b. Compensation of key management personnel

The remuneration of Directors and other members of key management are as follows:

	Quarter ended 30-June-09 RM'000	Quarter ended 30-June-08 RM'000
Short-term employee benefits	1,032	1,108

**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

17. Review of Performance

For the current quarter ended 30 June 2009, the Group recorded a turnover of RM166.3 million, an increase of 8.2% from RM153.7 million achieved in the second quarter of 2008. However, the profit before taxation in the current quarter has decreased from RM30.5 million in second quarter of 2008 to RM21.2 million.

The increase in turnover is mainly due to the contribution from newly delivered vessels, however the profit before taxation has decreased mainly attributed to:

- a. Lower margin contribution of sales mix in engineering and maintenance services and higher professional fee and transaction cost for banking facilities obtained.
- b. Lower marine's contribution resulted from the decrease in charter rates and mobilisation cost of a newly delivered vessel.

18. Comparison with Immediate Preceding Quarter

The Group achieved a turnover of RM166.3 million in the current quarter, a marginal increase of 1.9% as compared to last quarter of RM163.2 million. However, the profit before taxation has decreased from RM25.7 million in the last quarter to RM21.2 million in the current quarter.

The decrease in profit is mainly due to lower marine's contribution resulted from the decrease in charter rates and mobilisation cost of a newly delivered vessel.

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19. Prospects

Notwithstanding the current global financial crisis and the falling oil prices, the growth prospects of the offshore marine services and the integrated brownfield services remain stable. The Group is constantly exploring new business opportunities and hopes to secure new contracts in the near future.

Barring any unforeseen circumstances, the Board of Directors is confident that the prospects of the Group remain favourable and bright.

20. Taxation

The provision of taxation for the current quarter and financial period to-date under review are as follows:

	Current Quarter Ended 30-June-09 RM'000	Corresponding Quarter Ended 30-June-08 RM'000	Current Year-to-date Ended 30-June-09 RM'000	Corresponding Year-to-date Ended 30-June-08 RM'000
Current tax:				
Malaysian income tax	4,371	2,110	6,972	4,321
Foreign tax	(141)	463	967	89
	<u>4,230</u>	<u>2,573</u>	<u>7,939</u>	<u>4,410</u>
Over provision in previous year	(402)	-	(402)	-
	<u>3,828</u>	<u>2,573</u>	<u>7,537</u>	<u>4,410</u>
Deferred tax:				
Malaysian income tax	(613)	1,294	(682)	2,484
Total	<u>3,215</u>	<u>3,867</u>	<u>6,855</u>	<u>6,894</u>

The effective tax rate for current quarter and the financial period to-date is lower than the statutory tax rate principally due to lower statutory rates and income not subject to tax for offshore subsidiary companies.

21. Unquoted Investment and Properties

There were no disposal of unquoted investment and properties for the current quarter and financial period to-date.

22. Quoted Securities

There were no purchase or disposal of quoted securities for the current quarter and financial period to-date and the Group did not hold any quoted securities as at the end of financial period to-date.

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23. Corporate Proposals

- i) At the Annual General Meeting of the Company held on 25 June 2009, the shareholders of the Company have approved the renewal of general mandate for the Company to divest up to 19,500,000 ordinary shares of RM0.50 each in PEB, representing 10% of the enlarged issued and paid up share capital of PEB. With the disposal of 9 million PEB shares on 10 December 2007, there is a balance of 10.5 million PEB shares remaining mandated for divestment.
- ii) On 29 June 2009, PPB has announced the following:
 - a. Proposed disposal by Perdana Venus Limited (“PVL”), a wholly-owned subsidiary of the Company, of a new offshore support vessel and a new work barge to Petra Innotech Sdn Bhd (“PISB”), a wholly-owned subsidiary of PEB, for a consideration of RM155 million.
 - b. Proposed novation of shipbuilding contract dated 3 September 2007 between Shin Yang Shipyard Sdn Bhd and PVL for the building and delivery of a new offshore support vessel by PVL to PISB for a consideration of RM58.4 million to be satisfied by cash.

24. Borrowings

Total Group’s borrowings as at 30 June 2009 were as follows:

	As at 30-June-09 RM’000	As at 31-Dec-08 RM’000
Secured borrowings		
Short term	133,791	366,023
Long term	380,255	295,280
Total	<u>514,046</u>	<u>661,303</u>

Included in the short-term borrowings are:

- i. 2 series of RM35 million each Nominal Value Secured Serial Bonds which bear an interest rate of 5.75% and 5.90% p.a. repayable on 28 September 2009 and 30 March 2010 respectively.
- ii. RM15 million Syndicated Transferable Term Loan which bears an interest rate of 1.50% p.a. above the prevailing 1-month effective cost of funds and repayable on 12 March 2010.
- iii. RM15 million Medium Term Notes which bears an interest rate of 5.75% p. a. and repayable on 3 May 2010.

Included in the long-term borrowings are:

- i. RM210 million Nominal Value Secured Serial Bonds and RM35 million Medium Term Notes. The borrowings bear an interest rate that ranges from 5.90% to 6.85% p.a.
- ii. RM135 million Syndicated Transferable Term Loan which bears interest of 1.75% to 2.25% above the prevailing 1-month effective cost of funds.

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25. Off Balance Sheet Financial Instruments

The Group does not have any financial instruments with off-balance sheet risk as at 20 August 2009 except as disclosed in notes 14 and 15.

26. Changes in Material Litigation

The Group is not engaged in any material litigation as at 20 August 2009 except for the following:

Petra Energy Berhad Group

- a. Petra Fabricators Sdn Bhd (“PFSB”), a wholly owned subsidiary of PEB, received a Writ of Summons and a Statement of Claims dated 24 September 2003 for a total sum of RM1,071,899 from Kencana Bestwide Sdn Bhd (“KBW”) (formerly known as Bestwide Matrix Sdn Bhd), for goods and services rendered.

PFSB filed a Defence and Counter-Claim dated 1 December 2003 for a sum of approximately RM2 million being the rectification cost incurred against KBW. KBW’s claim and PFSB’s counter-claim have been set for hearing on 14 September and 5 October 2009.

Based on legal advice, the Directors are of the opinion that the prospect of success in the defence and counter-claim is high.

- b. Petra Resources Sdn Bhd (“PRSB”), a wholly owned subsidiary of PEB has on 4 July 2006, served a Notice of Arbitration on ExxonMobil Exploration and Production Malaysia Inc. for payment of a balance sum of RM8,973,366 together with damages, interest and costs, on disputed unit of measurement of work completed. The matter is currently being heard and the next hearing dates are scheduled on 17 to 21 August 2009.

Based on legal advice, the Directors are of the opinion that PRSB has good grounds in demanding the payment of the outstanding amount.

27. Dividends

There were no dividend proposed in respect of the current quarter ended 30 June 2009.

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28. Earnings Per Share

Weighted Average

	Current Quarter Ended 30-June-09 RM'000	Corresponding Quarter Ended 30-June-08 RM'000	Current Year-to-date Ended 30-June-09 RM'000	Corresponding Year-to-date Ended 30-June-08 RM'000
Net profit attributable to shareholders	15,557	21,181	34,205	37,258
Number of ordinary shares of RM0.50 each	297,600,000	297,600,000	297,600,000	297,600,000
Basic earnings per ordinary share of RM0.50 each (sen)	5.23	7.12	11.49	12.52

29. 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 26 August 2009.