



PJI HOLDINGS BERHAD (499758-W)

INTERIM FINANCIAL STATEMENTS

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME FOR THE QUARTER AND TWELVE MONTHS ENDED 30 JUNE 2012

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING QUARTER	CURRENT YEAR TODATE	PRECEDING YEAR CORRESPONDING PERIOD
		30/06/2012 RM '000	30/06/2011 RM '000	30/06/2012 RM '000	30/06/2011 RM '000
Revenue	A9	29,095	35,922	82,698	83,929
Cost of sales		(27,370)	(31,248)	(74,756)	(73,891)
<b>Gross profit</b>		<b>1,725</b>	<b>4,674</b>	<b>7,942</b>	<b>10,038</b>
Other income		281	22	308	201
Finance Income		36	114	189	165
Bad debts recovery		-	172	299	172
(Loss)/gain on disposal of investment property and PPE		(17)	142	11	1,439
Administrative expenses		(1,387)	(3,806)	(6,204)	(9,597)
Depreciation of property, plant and equipment and investment properties		(97)	(257)	(539)	(838)
Provision for doubtful debts		(92)	527	(330)	(5,652)
Bad debts written off		(6)	(4,716)	(28)	(4,716)
Other expenses		(34)	(233)	(36)	(345)
Finance costs		(125)	(389)	(459)	(1,857)
Loss on disposal of subsidiary		-	(959)	-	(959)
Share of (loss)/profit of associated company		(42)	47	(42)	(25)
<b>Profit / (Loss) before taxation</b>		<b>242</b>	<b>(4,662)</b>	<b>1,111</b>	<b>(11,974)</b>
Taxation	B5	(7)	(229)	(63)	(300)
<b>Profit / (Loss) for the period</b>		<b>235</b>	<b>(4,891)</b>	<b>1,048</b>	<b>(12,274)</b>
<b>Other comprehensive income / (expense)</b>					
Foreign Currencies translation differences		-	300	-	118
<b>Total comprehensive income / (expense) for the period</b>		<b>235</b>	<b>(4,591)</b>	<b>1,048</b>	<b>(12,156)</b>
<b>Earnings / (Loss) attributable to:</b>					
Owners of the company		438	(4,891)	1,251	(12,274)
Non controlling interest		(203)	-	(203)	-
		<b>235</b>	<b>(4,891)</b>	<b>1,048</b>	<b>(12,274)</b>
<b>Total comprehensive income / (expense) attributable to:</b>					
Owners of the company		438	(4,591)	1,251	(12,156)
Non controlling interest		(203)	-	(203)	-
		<b>235</b>	<b>(4,591)</b>	<b>1,048</b>	<b>(12,156)</b>
<b>Earnings / (Loss) per share attributable to equity holders of the company</b>					
Basic (sen)	B10	0.07	(1.07)	0.21	(2.68)

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2011.



PJI HOLDINGS BERHAD (499758-W)

INTERIM FINANCIAL STATEMENTS

(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2012

	AS AT 30/06/2012 (Unaudited) RM '000	AS AT 30/06/2011 (Audited) RM '000
<b>Non-Current Assets</b>		
Property, plant and equipment	796	2,671
Investment properties	240	244
Land held for property development	4,000	4,000
Other investments	-	1
Investment in associate companies	1,454	1,167
	<u>6,490</u>	<u>8,083</u>
<b>Current Assets</b>		
Inventories	-	783
Trade receivables	9,126	11,388
Retention sum	16,393	10,619
Amount due from customer for contract works	41,928	19,830
Other receivables, deposits and prepayments	6,339	12,097
Amount owing by associate companies	5,201	5,201
Tax recoverable	50	153
Deposits with licensed banks	4,112	8,855
Cash and bank balances	1,504	507
	<u>84,653</u>	<u>69,433</u>
<b>TOTAL ASSETS</b>	<u>91,143</u>	<u>77,516</u>
<b>EQUITY AND LIABILITIES</b>		
Share capital	54,473	54,473
Reserves		
Translation reserves	203	203
Warrant reserve	8,070	8,070
Accumulated losses	(28,886)	(30,137)
<b>Equity attributable to equity holders of the company</b>	<u>33,860</u>	<u>32,609</u>
Non controlling interest	(203)	-
<b>Total Equity</b>	<u>33,657</u>	<u>32,609</u>
<b>Non-Current Liabilities</b>		
Long term borrowings	763	3,246
Hire purchase payables	370	185
	<u>1,133</u>	<u>3,431</u>
<b>Current Liabilities</b>		
Trade payables	39,673	30,272
Amount due to customer for contract works	-	31
Other payables and accruals	4,961	6,283
Amount owing to director	175	175
Hire purchase payables	100	47
Short term borrowings	11,417	3,786
Bank overdrafts	-	787
Provision for taxation	27	95
	<u>56,353</u>	<u>41,476</u>
<b>Total Liabilities</b>	<u>57,486</u>	<u>44,907</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>91,143</u>	<u>77,516</u>
<b>Net assets per share attributable to ordinary equity holders of the company (RM)</b>	<b>0.0556 **</b>	<b>0.0535 **</b>

\*\* The total issued and paid up share capital is 609,069,997 ordinary shares of RM 0.10 each.

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 30 June 2011.



**PJI HOLDINGS BERHAD (499758-W)**  
**INTERIM FINANCIAL STATEMENTS**  
*(The figures have not been audited)*

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 30  
 JUNE 2012**

	Financial Year ended 30/06/2012 RM'000	Financial Year ended 30/06/2011 RM'000
<b>Cash Flows From Operating Activities</b>		
<b>Profit / (Loss) before tax</b>	1,111	(11,974)
Adjustments for :-		
Depreciation of property, plant and equipment and investment properties	539	841
Loss on Disposal of subsidiary	-	959
Share of loss of associated company	42	25
Finance costs	459	1,857
Finance income	(189)	(165)
Gain on disposal of investment property and PPE	(11)	(1,439)
Rental Income	(1)	-
<b>Operating profit/(loss) before changes in working capital</b>	<u>1,950</u>	<u>(9,896)</u>
<b>Changes in working capital</b>		
Net Changes in current assets	(19,069)	12,382
Net Changes in current liabilities	8,049	(15,756)
<b>Cash generated used in operations</b>	<u>(9,070)</u>	<u>(13,270)</u>
Tax paid	(28)	(511)
<b>Net cash generated used in operating activities</b>	<u>(9,098)</u>	<u>(13,781)</u>
<b>Cash Flows From Investing Activities</b>		
Proceeds from disposal of investment properties and PPE	1,761	20,492
Proceed from disposal of subsidiary and net of cash & cash equivalents disposed (Pledged)/Withdrawal of fixed deposits with licensed banks	(4,112)	5,197
Interest from deposit with licensed banks received	189	165
Rental income received	1	-
Purchase of property, plant and equipment	(41)	(7,011)
Increase in investment in associated company	(329)	-
<b>Net cash generated (used in)/from investing activities</b>	<u>(2,531)</u>	<u>17,063</u>
<b>Cash Flows For Financing Activities</b>		
Interest paid	(459)	(1,857)
Proceeds from issuance of shares (net of issue expenses)	-	21,939
Repayment of hire purchase payables	(132)	(326)
(Repayment)/Drawdown of term loans and other bank borrowings	5,149	(12,144)
<b>Net cash generated from financing activities</b>	<u>4,558</u>	<u>7,612</u>
<b>Net (decrease)/increase in cash and cash equivalents</b>	(7,071)	10,894
<b>Cash and cash equivalents as at beginning of period</b>	8,575	(2,351)
<b>Effect of changes in exchange rate</b>	-	32
<b>Cash and cash equivalents as at period ended</b>	<u>1,504</u>	<u>8,575</u>
<b>Cash and cash equivalents as at period ended comprise the following:</b>		
Cash and bank balances	1,504	507
Placement of fixed deposits with licensed banks	4,112	8,855
Bank overdrafts	-	(787)
	<u>5,616</u>	<u>8,575</u>
Less : Deposits pledged with a licensed bank	(4,112)	-
	<u>1,504</u>	<u>8,575</u>

*The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2011.*



**PJI HOLDINGS BERHAD (499758-W)**

**INTERIM FINANCIAL STATEMENTS**

*(The figures have not been audited)*

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 30 JUNE 2012**

	Attributable to Equity Holders of the Parent				Distributable Reserve		Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	Foreign Exchange Reserves RM'000	Revaluation Reserves RM'000	Accumulated Losses RM'000	
Balance as at 1 July 2011	54,473	-	8,070	203	-	(30,137)	32,609
Profit for the period, representing Total comprehensive income for the period	-	-	-	-	-	1,251	1,251
<b>Balance as at 31 June 2012</b>	<b>54,473</b>	<b>-</b>	<b>8,070</b>	<b>203</b>	<b>-</b>	<b>(28,886)</b>	<b>33,860</b>
Balance as at 1 July 2010	81,209	-	-	85	4,116	(62,584)	22,826
Par value reduction	(40,605)	-	-	-	-	40,605	-
Proceed from rights issue	20,303	2,030	-	-	-	-	22,333
Share / Warrant issue expenses	-	(394)	-	-	-	-	(394)
Warrant reserve	(6,434)	(1,636)	8,070	-	-	-	-
Foreign currency translation differences for foreign operations	-	-	-	32	-	-	32
Disposal of subsidiary	-	-	-	86	-	-	86
Transfer of revaluation surplus to accumulated losses	-	-	-	-	(4,116)	4,116	-
Loss for the year	-	-	-	-	-	(12,274)	(12,274)
Total comprehensive income/(expense) for the period	-	-	-	118	(4,116)	(8,158)	(12,156)
<b>Balance as at 30 June 2011</b>	<b>54,473</b>	<b>-</b>	<b>8,070</b>	<b>203</b>	<b>-</b>	<b>(30,137)</b>	<b>32,609</b>

*The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2011.*



**PJI HOLDINGS BERHAD (499758-W)**  
**NOTES TO THE INTERIM FINANCIAL REPORT**  
**FOR THE FOURTH QUARTER ENDED 30 JUNE 2012**

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**A1. Basis of Preparation**

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

The unaudited interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2011. These explanatory notes attached to the quarterly condensed financial report 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 30 June 2011.

**A2. Changes in Accounting Policies**

The accounting policies applied by the Group and the Company in these interim financial statements are the same as those applied by the Group and the Company in the consolidated annual financial statement as at 30 June 2011 and for the year ended 30 Jun 2011.

The Group has not applied the following new/revised accounting standards, amendments, and interpretations that have been issued by the Malaysian Accounting Standards Board (MASB) but are not yet effective for the Group:

**FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2012**

FRS 124	Related Party Disclosures (revised)
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters
Amendments to FRS 7	Financial Instruments: Disclosures - Transfers of Financial Assets
Amendments to FRS 112	Income Taxes - Deferred Tax: Recovery of Underlying Assets

**FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 July 2012**

Amendments to FRS 101	Presentation of Financial Statements - Presentation of Items of Other Comprehensive Income
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**FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2013**

FRS 10	Consolidated Financial Statements
FRS 11	Joint Arrangements
FRS 12	Disclosure of Interests in Other Entities
FRS 13	Fair Value Measurement
FRS 119	Employee Benefits (2011)
FRS 127	Separate Financial Statements (2011)
FRS 128	Investments in Associates and Joint Ventures (2011)
IC Interpretation 20	Stripping Costs in the Production Phase of a Surface Mine
Amendments to FRS 7	Financial Instruments: Disclosures - Offsetting Financial Assets and Financial Liabilities
Amendments to FRS 1	First-time Adoption of Financial Reporting Standards - Government Loans

**FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2014**

Amendments to FRS 132	Financial Instruments: Presentation - Offsetting Financial Assets and Financial Liabilities
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**FRSs, Interpretations and amendments effective for annual periods beginning on or after 1 January 2015**

FRS 9	Financial Instruments (2009)
FRS 9	Financial Instruments (2010)
Amendments to FRS 7	Financial Instruments: Disclosures - Mandatory Date of FRS 9 and Transition Disclosures

The Group's financial statements for the annual period beginning on 1 July 2012 will be prepared in accordance with the Malaysia Financial Reporting Standards (MFRSs) issued by the MASB and International Financial Reporting Standards (IFRSs). As a result, the Group will not be adopting the above FRSs, Interpretations and amendments.

### **A3. Qualification of Audit Report of the Preceding Annual Financial Statements**

The audit report of the Group's annual financial statements for the year ended 30 June 2011 was not subject to any audit qualification.

### **A4. Seasonal or Cyclical Factors**

There has been no material seasonal or cyclical factors affecting the results of the quarter under review.

### **A5. Nature and amount of unusual items**

There were no unusual items in the quarterly financial statements under review.

### **A6. Changes in Accounting Estimates**

There were no changes in estimates of amounts reported that have a material effect in the current financial quarter.

### **A7. Debt and Equity Securities**

There were no issuance, cancellations, repurchases, resale nor repayments of debts and equity securities, share buy-backs for the current financial period-to-date.

### **A8. Dividends Paid**

There were no dividends paid during the current quarter and financial year to date.

### **A9. Segmental Reporting**

The Group is principally confined to construction of buildings, provision of electrical and mechanical engineering services and maintenance works. Accordingly, information by operating segment on Group's operations as required by FRS 8 is not presented.

The Group's operations are operated solely in Malaysia. Accordingly, geographical segmental information has not been prepared.

#### **Major customers**

During the quarter, revenue from single customer contributing to more than 10% of the Group revenue amounted to RM25,994,911.

### **A10. Valuation of Property, Plant and Equipment**

There were no changes in the valuation on property, plant and equipment since the last annual financial statements.

### **A11. Material Events Subsequent to the Balance Sheet Date**

There is no material events that occurred subsequent to the current quarter.

### **A12. Changes in the Composition of the Group**

PJI Investments Ltd (Co no.LL04576), which is a dormant and wholly-owned subsidiary of the Company has been struck off from the register of Labuan Financial Services Authority on 20 December 2011 pursuant to Section 93(2C) of the Labuan Companies Act 1990.

### **A13. Changes in Contingent Liabilities and Contingent Assets**

There were no changes in other contingent liabilities or contingent assets since the last annual Statement of Financial Position as at 30 June 2011.

### **A14. Capital Commitments**

There are no outstanding capital commitments at the end of current quarter under review.

## **ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS**

### **B1. Review of Performance**

For the fourth quarter ended 30 June 2012, the Group recorded a profit after tax of RM0.24 mil on revenue of RM29.10 mil compared to a loss after tax for the period of RM4.89 mil on revenue of RM35.92 mil registered in the corresponding period last year. The drop in revenue of 19% was partly due to exclusion of a subsidiary's revenue whereby the Group had disposed the subsidiary in June 2011. The lower gross profit margin of 5.93% was due to higher cost incurred on a project which is near its completion stage for handover.

Besides exclusion of the operating expenses of the subsidiary which had been disposed, the minimal provision for doubtful debts and the lower of finance costs as compared to the same quarter of last year have also attributed to the improvement in profit after tax.

For the financial period ended 30 June 2012, the Group recorded a profit after tax of RM 1.05 mil on revenue of RM82.70 mil compared to a loss after tax of RM 12.27 mil on revenue of RM 83.93 mil registered in the corresponding period last year. Other than the abovementioned reasons, the improvement of profit after tax for the current period was also attributed from the recovery of bad debts totalling RM 0.30 mil and the effect of significant provision for doubtful debts of RM5.65 mil as well as bad debts written off of RM4.72 mil in prior period.

#### B2. Comparison with Preceding Quarter

The Group recorded a revenue of RM 29.1 mil for the quarter under review as compared to the preceding quarter's revenue of RM 19.93 mil, which has significantly increased by 46.01%, mainly contributed from revenue of projects recognised at its peak. However, profit after tax of RM0.24 mil for the current quarter only increased marginally as compared to the preceding quarter was resulted from higher costs incurred on one of the projects near its completion stage.

#### B3. Current Year Prospects

The Group is expected to secure some projects in Mechanical & Electrical contract works of the tenders submitted so far. The robust construction industry in the public and private sector has provided a positive outlook for Mechanical & Electrical Building Services in which the Group has positioned itself for this potential uptrend. Besides, the Group has successfully secured a 13MW Biomass Renewable Energy Power plant project and will continue to actively involve in bidding on the green energy projects

#### B4. Profit Forecast / Profit Guarantee

Not applicable as no profit forecast was announced for the current financial year.

#### B5. Taxation

	Individual Quarter		Cumulative Quarter	
	Current 30/06/2012 RM'000	Preceding 30/06/2011 RM'000	Current 30/06/2012 RM'000	Preceding 30/06/2011 RM'000
Tax expense for the year	-	-	-	-
Deferred taxation	-	-	-	-
Over / (Under) provision in prior year				
Income Tax	(7)	(229)	(63)	(300)
Deferred Tax	-	-	-	-
	<u>(7)</u>	<u>(229)</u>	<u>(63)</u>	<u>(300)</u>

#### B6. Group's Borrowings and Debt Securities

Total Group's borrowings as at 30 June 2012 are as follows :

	Short Term RM'000	Long Term RM'000	Total RM'000
Secured	11,517	1,133	12,650
Unsecured	-	-	-
<b>Total Group's borrowings</b>	<u>11,517</u>	<u>1,133</u>	<u>12,650</u>

#### B7. Status of Corporate Proposals

There are 2 corporate proposals made by the Company as at the date of this announcement, they are :-

i) Proposed subscription for up to 17,000,000 irredeemable convertible preference shares of RM1.00 ("ICPS") each in Agni Power Sdn Bhd ("APSB") by PJ Indah Sdn Bhd ("PJISB"), a wholly owned subsidiary company of PJI Holdings Berhad for a total consideration of RM17,000,000.00.

PJISB and APSB had on 10 July 2012 entered into a conditional subscription agreement ("Subscription Agreement") to subscribe for up to 17,000,000 ICPS at par for a total consideration of RM17,000,000.00. The proposed subscription arises from an agreed payment structure for an engineering, procurement, construction and commissioning of a 13MW Biomass power generation plant project to be undertaken by the Company ("Proposed Project").

Pursuant to the Subscription Agreement, APSB, as the Issuer, wishes to create, allot and issue up to 17,000,000 ICPS in APSB and PJISB wishes to subscribe for such ICPS for a total Subscription Price of up to RM17,000,000.00 or at issue price of RM1.00 per ICPS ("Issue Price") in accordance with the terms and conditions of the Subscription Agreement in the following manner :-

(i) APSB shall issue the ICPS to PJISB in tranches from time to time as and when the progressive payment for the Proposed Project is due and payable by APSB pursuant to the terms and conditions of the Engineering, Procurement and Construction Contract ("EPC Contract") entered into between PJISB and APSB on 10 July 2012;

(ii) PJISB shall subscribe for the ICPS and the consideration for such subscription shall be set off against and equivalent to 15.45% of such progressive amount due to PJISB from time to time.

The issue price of RM1.00 per ICPS which will result in the total Subscription Price of up to RM17,000,000.00 and the conversion ratio which shall result in the number of converted ordinary shares shall representing 19% of the total issued and paid up capital of APSB at the time of conversion were arrived at after taking into account the future prospect and financials of the Proposed Project.

The Proposed Subscription is subject to and conditional upon the following approvals being obtained :-

- (i) the shareholders of APSB for the issuance of the ICPS;
- (ii) the shareholders of PJI for the subscription of the ICPS, at an extraordinary general meeting to be convened; and
- (iii) any other relevant authorities, if required.

ii) Proposed acquisition of a piece of land identified at Geran 204616, Lot 78650, Mukim Damansara, Daerah Petaling, Negeri Selangor Darul Ehsan measuring 5,257 square metres together with all building (s) erected or to be erected on the land including a single storey warehouse, a three storey office building, two guard houses, a rubbish disposal site and an electricity substation by PJI Construction Sdn Bhd (PJICSB"), a wholly owned subsidiary company of PJI Holdings Berhad ("PJI") for a cash consideration of RM13,200,000.00 ("Proposed Acquisition"/"Subject Property").

PJICSB has entered into a conditional sale and purchase agreement ("SPA") with Noble Star Services Sdn Bhd ("Vendor") for the Subject Property on 16 August 2012 and had announced it on the same day. The purchase consideration shall be satisfied via cash to the Vendor. PJI shall settle the cash consideration to the Vendor within three months after satisfaction of the conditions precedent as set out in the SPA or as otherwise agreed between PJICSB and Vendor with an automatic extension of time of two months subject to the payment of interest by PJICSB.

The Proposed Acquisition is subject to and conditional upon approvals being obtained from the following :

- (a) approval of the shareholders of PJI at an extraordinary general meeting to be convened;
- (b) approval/consent from the banks and financial institutions who have extended credit facilities to or in favour of the Subject Property; and
- (c) any other relevant authorities (if applicable).

## **B8. Changes in Material Litigation**

As at the date of this announcement, the pending material litigations of the Group, since the last annual balance sheet date, consist of the following :-

### **i) Chin Aun Enterprise Sdn Bhd ("CAESB") vs P.J. Indah Sdn Bhd ("PJISB")**

CAESB is having a dispute with PJISB in relation to the Sarikei Hospital project in Sarawak over final contract sum and brought a Summary Judgment proceeding to claim PJISB a sum of RM711,262.47 for alleged additional works performed. PJISB has successfully reversed the Summary Judgment granted earlier in its appeal to High Court on 23 April 2008. The suit had on 12th March 2012 recorded a consent judgment in court. Based on the Representative's report presented in Court on 25 May 2012, the amount due after final measurement is RM295,646.28, and after less RM175,924.53 being amount paid by PJISB earlier for the Service Block pursuant to its record, the total amount payable by PJISB to the CAESB is RM119,721.75 plus the interest charges of RM28,595.45.

PJISB has deposited four (4) post dated cheques to CAESB's lawyer to fully settle the outstanding sum of RM148,317.20 (RM119,721.75 plus the interest charges of RM28,595.45). The matter will be deemed to be fully settled upon clearance of the aforesaid cheques.



ii) **Kejuruteraan Letrik Sunray Sdn Bhd ("KLSSB") vs PJISB**

PJISB has on 18 September 2007 received a Shah Alam High Court Writ of Summons No. 22-1395-2007 from Kejuruteraan Letrik Sunray Sdn Bhd ("KLSSB") filed through their solicitors Messrs. Jasbeer, Nur & Lee, in connection with the subcontract works for the "Universiti Teknologi Petronas Development, Package 302 in Bandar Seri Iskandar, Tronoh, Perak Darul Ridzuan Project"; which has been terminated by PJISB due to poor performance of KLSSB. KLSSB's claim in total is RM1,258,569.00 including alleged damages. It was advised by PJISB's solicitor that KLSSB has obtained the Insolvency Department's approval to continue with the suit. The matter is now fixed for further Case Management on 12 September 2012 while PJISB is filing its application of Security For Costs against the Plaintiff (since the Plaintiff is a wound-up company).

iii) **P.J. Indah Sdn Bhd ("PJISB") vs Plaza Rakyat Sdn Bhd ("PRSB")**

PRSB terminated the main contract due to funding problem. PJISB is disputing the validity of termination as well as counter-claiming for outstanding payment for works performed of approximately RM 3mil. Court allowed stay of proceeding on 23 March 2007 and case to be referred arbitration. PJISB has yet to initiate the arbitral proceeding.

iv) **ADP Teknologi Sdn Bhd ("ADP") and PJISB vs Puncak Niaga (M) Sdn Bhd ("PNMSB")**

ADP and PJISB was an unincorporated joint venture ("JV") entity that has been awarded with a contract by PNMSB for project known as "Pembinaan Loji/Kolam Takungan dan Paip Utama Telibong and Telipok, Sabah" in August 2004.

PNMSB has terminated the contract of the JV in 26 December 2007 due to some contractual disputes. ADP and PJISB are now jointly pursuing against PNMSB by way of arbitration for the termination which in the JV's opinion is wrongful.

The JV is claiming a total sum of RM10,080,201.31 for work done and owed by PNMSB in which PJISB's portion is RM4,988,409.00. Arbitration hearing completed on 4 November 2010 and the Arbitrator is deliberating on the Final Award.

v) **P.J Indah (Sabah) Sdn Bhd (formerly known as Trans Africa Railway Corporation Sdn Bhd ("PJI Sabah") vs Sithru Malaysia Sdn Bhd ("Sithru") and Thiruneelakanda a/l Sellathuray ("Thiru") (2nd Defendant)**

By a letter dated 6th August 2003, PJI Sabah has agreed to advance a sum of RM1,005,000.00 to Sithru whom are responsible to secure a project known as "Second Railway Track between Khartoum and Port Sudan". The Managing Director of Sithru, Thiru has given a personal guarantee to PJI Sabah to undertake the repayment up to RM800,000.00 of such advance should Sithru fail to return the advance to PJI Sabah in the event the contract is not secured.

Sithru failed to secure the contract within the stipulated period and settled the advance to PJI Sabah. PJI Sabah served letter of demand to Thiru for RM800,000.00 as a guarantor and Thiru had only managed to pay PJI Sabah a sum of RM180,666.00 .

PJI Sabah has filed a Kuala Lumpur High Court Writ of Summons No. D-22-869-2008 on 29 May 2008 for the sum of RM824,334.00 owed by Sithru and RM624,334.00 owed by Thiru as guarantor respectively. Summary judgment granted in favour of PJI Sabah on 31 March 2010.

Due to failure of payment of the Judgment Sum, Sithru was subsequently wound-up based on a Winding-Up petition and proceeded with its bankruptcy proceedings against Thiru and PJI Sabah has reached settlement to withdraw the bankruptcy proceedings against Thiru upon receipt of RM 200,000.00 on 12 January 2012 and subject to a final part payment to be received in July 2012. Since Thiru has defaulted the final part payment in July 2012, PJI Sabah is commencing with bankruptcy proceeding against Thiru.

**B9. Dividends**

No interim dividend has been recommended for the current quarter under review.

**B10. Earning Per Share**

**(i) Basic earnings/(loss) per share**

The calculation of basic earnings per share for the financial period is based on the net (loss)/profit attributable to equity holders of the parent company and divided by the number of ordinary shares outstanding during the financial period.

	CURRENT YEAR QUARTER ENDED	PRECEDING YEAR CORRESPONDING QUARTER ENDED	CURRENT YEAR TODATE ENDED	PRECEDING YEAR CORRESPONDING QUARTER ENDED
Profit / (Loss) attributable to equity holders of the	438	(4,891)	1,251	(12,274)
Number of ordinary shares ('000)	609,070	457,220	609,070	457,220
Basic earnings / (loss) per share (sen)	0.07	(1.07)	0.21	(2.68)

**(ii) Diluted earnings per share**

The fully diluted earnings per ordinary share is the same as the basic earnings per share as the effect of anti-dilutive potential ordinary shares is ignored in accordance with FRS 133 on Earnings Per Share

**B11. Corporate Guarantee**

Up to the quarter under review, the Group's total amount of Corporate Guarantees issued in favour to the Principal Financial Institution and Suppliers had decreased by RM 1.53 mil to RM 67.32 mil as compared to RM 68.85 mil in the last Quarter.

**B12. Realised and Unrealised Profits/Losses Disclosure**

Breakdown of unappropriated profit/(accumulated losses) into realised and unrealised profits or losses.

	AS AT 30/06/2012 (Unaudited) RM '000	AS AT 30/06/2011 (Audited) RM '000
Realised	(28,886)	(30,137)
Unrealised	-	-
Total	(28,886)	(30,137)

**BY ORDER OF THE BOARD  
PJI HOLDINGS BERHAD**

**MR LIM CHONG LING  
MANAGING DIRECTOR**

Shah Alam, Selangor Darul Ehsan  
23 August 2012