



YFG BERHAD (499758-W)
(formerly known as PJI Holdings Berhad)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME FOR THE QUARTER AND NINE MONTHS ENDED 31 MARCH 2014

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		CURRENT YEAR QUARTER 31/03/2014 RM '000	PRECEDING YEAR CORRESPONDING QUARTER 31/03/2013 RM '000	CURRENT YEAR TO DATE 31/03/2014 RM '000	PRECEDING YEAR CORRESPONDING PERIOD 31/03/2013 RM '000
Revenue	A9	38,089	27,952	121,793	78,188
Cost of sales		(37,505)	(25,820)	(115,799)	(72,461)
Gross profit		584	2,132	5,994	5,727
Other income		1,759	189	1,823	379
Finance Income		26	49	98	146
Gain on disposal of investment property and PPE		-	3	16	3
Administrative expenses		(1,790)	(1,838)	(5,237)	(4,705)
Depreciation of property, plant and equipment and investment properties		(64)	(55)	(185)	(181)
Adjustment on depreciation of property, plant and equipment		-	56	-	56
Over provision for doubtful debts		134	-	134	-
Provision for doubtful debts		-	(179)	-	(222)
Bad debts written off		-	(10)	-	(62)
Other expenses		-	(2)	(2)	(7)
Finance costs		(13)	(50)	(80)	(188)
Profit before taxation		636	295	2,561	946
Taxation	B5	(427)	(45)	(913)	(45)
Profit for the period representing total comprehensive income for the period		209	250	1,648	901
Profit and total comprehensive income for the period attributable to:					
Owners of the Company		209	250	1,648	901
Basic earnings per share attributable to equity holders of the Company					
Basic (sen)	B10	0.03	0.04	0.27	0.15

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 30 June 2013.



YFG BERHAD (499758-W)
(formerly known as PJI Holdings Berhad)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2014

	AS AT 31/03/2014 (Unaudited) RM '000	AS AT 30/06/2013 (Audited) RM '000
Non-Current Assets		
Property, plant and equipment	991	755
Investment properties	3,386	4,238
Investment in associate companies	1,422	1,422
Deferred tax assets	1,891	2,778
	7,690	9,193
Current Assets		
Trade receivables	16,913	9,808
Retention sum	21,838	17,938
Amount due from customer for contract works	60,042	58,913
Other receivables, deposits and prepayments	20,124	16,223
Tax recoverable	1	5
Deposits with licensed banks	3,326	5,248
Cash and bank balances	2,070	1,503
	124,314	109,638
TOTAL ASSETS	132,004	118,831
EQUITY AND LIABILITIES		
Share capital	54,473	54,473
Reserve		
Translation reserve	203	203
Warrant reserve	8,070	8,070
ESOS reserve	643	-
Accumulated losses	(22,636)	(24,284)
Equity attributable to equity holders of the company	40,753	38,462
Non controlling interest	(103)	(103)
Total Equity	40,650	38,359
Non-Current Liabilities		
Hire purchase payables	291	266
	291	266
Current Liabilities		
Trade payables	59,201	62,528
Other payables and accruals	2,395	3,233
Hire purchase payables	144	104
Short term borrowings	28,059	14,336
Bank overdrafts	1,258	-
Provision for taxation	6	5
	91,063	80,206
Total Liabilities	91,354	80,472
TOTAL EQUITY AND LIABILITIES	132,004	118,831
Net assets per share attributable to ordinary equity holders of the Company (RM)	0.0669 **	0.0631 **

** 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 2013.



YFG BERHAD (499758-W)
(formerly known as PJI Holdings Berhad)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 31
MARCH 2014**

	Nine months ended 31/03/2014 RM'000	Nine months ended 31/03/2013 RM'000
Cash Flows From Operating Activities		
Profit before tax	2,561	946
Adjustments for :-		
Depreciation of property, plant and equipment and investment properties	185	125
Gain on Disposal of sub-subsidiary company	(800)	-
Share-based payments	643	-
Finance costs	80	188
Finance income	(98)	(146)
Gain on disposal of investment property and PPE	(16)	(3)
Operating profit before changes in working capital	2,555	1,110
Changes in working capital		
Net Changes in current assets	(16,035)	(2,144)
Net Changes in current liabilities	(4,165)	(2,739)
Cash used in operations	(17,645)	(3,773)
Tax paid	(21)	(27)
Net cash used in operating activities	(17,666)	(3,800)
Cash Flows From Investing Activities		
Provision for doubtful debts	-	-
Proceeds from disposal of property, plant and equipment	24	3
Proceeds from disposal of sub-subsidiary company	4,800	-
Withdrawal / (Pledged) of fixed deposits with licensed banks	1,922	(94)
Interest from deposit with licensed banks received	98	146
Purchase of property, plant and equipment	(3,577)	(2)
Net cash generated from investing activities	3,267	53
Cash Flows For Financing Activities		
Interest paid	(80)	(188)
Drawdown / (Repayment) of hire purchase payables	65	(75)
Drawdown of term loans and other bank borrowings	13,723	6,553
Net cash generated from financing activities	13,708	6,290
Net (decrease)/increase in cash and cash equivalents	(691)	2,543
Cash and cash equivalents as at beginning of period	1,503	1,504
Cash and cash equivalents as at period ended	812	4,047
Cash and cash equivalents as at period ended comprise the following:		
Cash and bank balances	2,070	3,044
Placement of fixed deposits with licensed banks	3,326	4,206
Short term deposits with licensed banks	-	1,003
Bank overdrafts	(1,258)	0
	4,138	8,253
Less : Fixed deposits pledged with a licensed bank	(3,326)	(4,206)
	812	4,047

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 30 June 2013



YFG BERHAD (499758-W)
(formerly known as PJI Holdings Berhad)
INTERIM FINANCIAL STATEMENTS
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE NINE MONTHS ENDED 31 MARCH 2014

	← Attributable to Owners of the Parent →					Distributable Reserve	Non Controlling Interest	Total Equity	
	← Non-Distributable Reserves →								
	Share Capital RM'000	Share Premium RM'000	Warrant Reserve RM'000	ESOS Reserve RM'000	Foreign Exchange Reserve RM'000	Accumulated Losses RM'000	Total RM'000	RM'000	RM'000
Balance as at 1 July 2013	54,473	-	8,070	-	203	(24,284)	38,462	(103)	38,359
Profit for the period, representing total comprehensive income for the period	-	-	-	643	-	1,648	2,291	-	2,291
Balance as at 31 March 2014	54,473	-	8,070	643	203	(22,636)	40,753	(103)	40,650
Balance as at 1 July 2012	54,473	-	8,070	-	203	(28,886)	33,860	(203)	33,657
Profit for the period, representing total comprehensive income for the period	-	-	-	-	-	901	901	-	901
Balance as at 31 March 2013	54,473	-	8,070	-	203	(27,985)	34,761	(203)	34,558

The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements for the year ended 30 June 2013

**NOTES TO THE INTERIM FINANCIAL REPORT
FOR THE NINE MONTHS ENDED 31 MARCH 2014**

A1. Basis of Preparation

The unaudited interim financial statements were prepared in accordance with Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and Malaysian Financial Reporting Standard (MFRS) 134, Interim Financial Reporting and also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board and should be read in conjunction with the audited financial statements of the Group for the financial year ended 30 June 2013. 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 2013.

A2. Significant Accounting Policies

The accounting policies applied by the Group in these interim financial statements are the same as those applied by the Group in the consolidated annual financial statements for the year ended 30 June 2013. The Group has also adopted the following accounting standards and amendments which are effective for annual periods beginning on or after 1 January, 2013:

- i) MFRS 10, Consolidated Financial Statements
- ii) MFRS 11, Joint Arrangements
- iii) MFRS 12, Disclosure of Interests in Other Entities
- iv) MFRS 13, Fair Value Measurement
- v) MFRS 119, Employee Benefits (2011)
- vi) MFRS 127, Separate Financial Statements (2011)
- vii) MFRS 128, Investments in Associates and Joint Ventures (2011)
- viii) Amendments to MFRS 7, Financial Instruments : Disclosures - Offsetting Financial Assets and Financial Liabilities
- ix) Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements 2009-2011 Cycle)
- x) Amendments to MFRS 101, Presentation of Financial Statements (Annual Improvements 2009-2011 Cycle)
- xi) Amendments to MFRS 116, Property, Plant and Equipment (Annual Improvements 2009-2011 Cycle)
- xii) Amendments to MFRS 132, Financial Instruments : Presentation (Annual Improvements 2009-2011 Cycle)
- xiii) Amendments to MFRS 134, Interim Financial Reporting (Annual Improvements 2009-2011 Cycle)
- xiv) Amendments to MFRS 10, Consolidated Financial Statements : Transition Guidance
- xv) Amendments to MFRS 11, Joint Arrangements : Transition Guidance
- xvi) Amendments to MFRS 12, Disclosure of Interests in Other Entities : Transition Guidance

The initial application of the above-mentioned standards and amendments did not have any material financial impacts to the financial statements of the Group.

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 2013 was not subjected 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 has one operating segment, principally confined to construction of buildings, provision of electrical and mechanical engineering services and maintenance works. Segment information has not been separately presented because internal reporting uses the Group's financial statements.

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

Major customers

For the current year-to-date, the following are major customers with revenue equal or more than 10% of the Group's revenue:

Customer A	RM69,324,029
Customer B	RM15,494,466

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 were no material events that occurred subsequent to the current quarter.

A12. Changes in the Composition of the Group

On 30 October 2013, YFG Engineering Sdn Bhd (formerly known as PJ Indah Sdn Bhd), a wholly owned subsidiary of the Company has entered into a sale of shares agreement for the disposal of 86,940 ordinary shares of RM1.00 each fully paid representing 100% equity interest in Oprah Setia Sdn Bhd for a consideration of RM4.8 million. The sale was completed on 27 January 2014.

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 2013.

A14. Capital Expenditure

On 16 August 2012, YFG Properties Sdn Bhd (formerly known as PJI Construction Sdn Bhd), a wholly owned subsidiary of the Company ("the Purchaser") had entered into a conditional sale and purchase agreement ("SPA") with Noble Star Services Sdn Bhd ("the Vendor") to purchase a piece of land identified as 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 inter-alia a single storey warehouse, a three (3) storey office building, two (2) guard houses, a rubbish disposal site and an electricity substation for a total cash consideration of RM13,200,000. The drawdown has yet to be effected and is pending completion of the property.

A15. Significant Related Party Transactions

There was no related party transaction during the financial quarter under review.

ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS

B1. Review of Performance

In the current quarter under review, the Group has registered a revenue of RM38.09 million representing a growth of 36.3% over the corresponding quarter of the preceding year. The growth in revenue was mainly from higher rate of workdone for existing projects. Profit before tax of RM0.64 million for the current quarter has increased by RM0.34 million as compared to RM0.30 million in the corresponding quarter of the preceding year. The increase in profit before tax was resulted from a gain on disposal of a subsidiary.

For the current year-to-date, the Group total revenue increased by 55.8% to RM121.79 million from RM78.19 million in the preceding year-to-date. The growth in revenue was mainly from higher rate of workdone for existing projects as well as new projects secured in the current period.

The Group's profit before tax of RM2.56 million for the current year-to-date has increased by RM1.61 million as compared to RM0.95 million in the preceding year-to-date. The improved result was mainly due to higher revenue and a gain on disposal of a subsidiary.

B2. Comparison with Preceding Quarter

The Group's revenue for the quarter ended 31 March 2014 has decreased by RM11.41 million to RM38.09 million as compared to the preceding quarter of RM49.50 million, mainly due to lower percentage of workdone during the festive seasons.

The Group's profit before tax of RM0.64 million for the current quarter was lower by RM0.26 million over the preceding quarter of RM0.90 million, mainly due to variation orders of existing projects pending clients approval.

B3. Prospects

The robust construction sector in Malaysia has provided a positive outlook in the building construction work and electrical & mechanical services in which the Group has focused itself for the potential uptrend. Barring any unforeseen circumstances, the Group expects to deliver a satisfactory level of performance in the current financial year with the current outstanding order book in hand.

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 31/03/2014 RM'000	Preceding 31/03/2013 RM'000	Current 31/03/2014 RM'000	Preceding 31/03/2013 RM'000
Tax expense for the period	(8)	(45)	(26)	(45)
Deferred taxation	(419)	-	(887)	-
	(427)	(45)	(913)	(45)

B6. Group's Borrowings and Debt Securities

Total Group's borrowings as at 31 March 2014 are as follows :

	Short Term	Long Term	Total
	RM'000	RM'000	RM'000
Secured	29,461	291	29,752
Unsecured	-	-	-
Total Group's borrowings	29,461	291	29,752

B7. Status of Corporate Exercises

The status of the two corporate exercises are as follows:-

- i) YFG Engineering Sdn Bhd (formerly known as PJ Indah Sdn Bhd) ("YFGE"), a wholly owned subsidiary of the Company, and Agni Power Sdn Bhd ("APSB") had, on 10 July 2012, entered into a conditional subscription agreement to subscribe for up to 17,000,000 irredeemable convertible preference shares of RM1.00 each ("ICPS") in APSB at par for a total consideration of up to RM17,000,000 ("Proposed Subscription").

The Proposed Subscription, which had been approved by shareholders, is expected to complete in the second (2nd) quarter of 2015.

- ii) YFG Properties Sdn Bhd (formerly known as PJI Construction Sdn Bhd) ("YFGP"), a wholly owned subsidiary of the Company had, on 16 August 2012, entered into a conditional sale and purchase agreement with Noble Star Services Sdn Bhd ("NSS") for a proposed acquisition of a piece of land identified as 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 inter-alia, a single storey warehouse, a three (3) storey office building, two (2) guard houses, a refuse chamber building and an electricity substation for a cash consideration of RM13,200,000 ("Proposed Acquisition").

The Proposed Acquisition, which had been approved by shareholders, is expected to complete before end June 2014.

B8. Changes in Material Litigation

The pending material litigations of the Group, since the last annual balance sheet date, consist of the following :-

- i) **Kejuruteraan Letrik Sunray Sdn Bhd ("KLS") vs YFG Engineering Sdn Bhd ("YFGE") (formerly known as PJ Indah Sdn Bhd)**
 YFGE has on 18 September 2007 received a Shah Alam High Court Writ of Summons No. 22-1395-2007 from KLS 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 YFGE due to poor performance of KLS. KLS's claim in total is RM1,262,103.26 including alleged damages ("Claims"). KLS has obtained the Insolvency Department's approval to continue with the suit. The Court continued the hearing and concluded the examination of KLS's witness on 3 and 4 March 2014 and YFGE's principal witness on 29 April 2014. The court will continue with the examination of YFGE's witness on 12 May 2014.
- ii) **YFGE vs Plaza Rakyat Sdn Bhd ("PRSB")**
 PRSB terminated the main contract due to funding problem. YFGE is disputing the validity of termination as well as counter-claiming for outstanding payment for works performed of approximately RM3,000,000.00. The Kuala Lumpur High Court has allowed stay of proceeding on 23 March 2007 and for the case to be referred to arbitration. After detailed deliberation of the matter by assessing the available information and legal advice, the Management has decided to withdraw the case.

B9. Dividends

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

B10. Earnings Per Share**(i) Basic earnings per share**

The calculation of basic earnings per share for the financial period is based on the net 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 31/03/2014	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31/03/2013	CURRENT YEAR TO DATE ENDED 31/03/2014	PRECEDING YEAR CORRESPONDING QUARTER ENDED 31/03/2013
Profit attributable to owners of the parent company (RM'000)	209	250	1,648	901
Number of ordinary shares ('000)	609,070	609,070	609,070	609,070
Basic earnings per share (sen)	0.03	0.04	0.27	0.15

(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 MFRS 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 of principal financial institutions and suppliers have decreased by RM14.35 million to RM150.29 million as compared to RM164.64 million in the preceding quarter.

B12. Realised and Unrealised Profits/Losses Disclosure

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

	AS AT 31/03/2014 (Unaudited) RM '000	AS AT 30/06/2013 (Audited) RM '000
Realised	(24,527)	(27,062)
Unrealised	1,891	2,778
Total	(22,636)	(24,284)