

## Condensed consolidated interim financial statements

For the three-month period ended 31 December 2014

### Condensed Consolidated Statements of Comprehensive Income

	Note	<i>Current quarter</i>		<i>Cumulative quarter</i>	
		<i>3 months ended</i>		<i>12 months ended</i>	
		<b>31-Dec 2014 Unaudited RM'000</b>	<b>31-Dec 2013 Audited RM'000</b>	<b>31-Dec 2014 Unaudited RM'000</b>	<b>31-Dec 2013 Audited RM'000</b>
<b>Revenue</b>	4	4,104	5,411	16,712	20,098
Cost of sales		(2,493)	(3,385)	(10,458)	(12,425)
<b>Gross profit</b>		1,611	2,026	6,254	7,673
Other income		1,202	166	1,654	8,898
Administrative expenses		(1,540)	(4,396)	(5,856)	(7,767)
Other operating expenses		-	(540)	-	(2,763)
<b>Operating profit/(loss)</b>		1,273	(2,744)	2,052	6,041
Finance costs		(175)	115	(699)	(642)
<b>Profit/(Loss) before tax</b>		1,098	(2,629)	1,353	5,399
Income tax expenses		(483)	(999)	592	(2,233)
<b>Profit/(Loss) for the period</b>		<b>615</b>	<b>(3,628)</b>	<b>1,945</b>	<b>3,166</b>
<b>Profit for the period attributable to:</b>					
Owners of the parent		615	(3,628)	1,945	3,166
		<b>615</b>	<b>(3,628)</b>	<b>1,945</b>	<b>3,166</b>
<b>Earnings per share attributable to owners of the parent (sen per share)</b>					
Basic	6	1.23	(7.26)	3.89	6.33

These condensed consolidated statements of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial statements.

## Condensed consolidated interim financial statements

As at 31 December 2014

### Condensed Consolidated Statements of Financial Position

Note	31-Dec 2014 Unaudited RM'000	31-Dec 2013 Audited RM'000
<b>Asset</b>		
<b>Non-current assets</b>		
Property, plant and equipment	19,366	15,763
Investment properties	13,955	10,776
	33,321	26,539
<b>Current assets</b>		
Inventories	412	316
Trade and other receivables	7,302	7,993
Cash and cash equivalents	891	614
	8,605	8,923
<b>Total assets</b>	<b>41,926</b>	<b>35,462</b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed consolidated interim financial statements

As at 31 December 2014

### Condensed Consolidated Statements of Financial Position (continued)

	Note	31-Dec 2014 Unaudited RM'000	31-Dec 2013 Audited RM'000
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital		25,000	25,000
Share premium		3,473	3,473
Capital reserve		9,132	2,000
Retained earnings		(17,545)	(19,490)
<b>Total equity</b>		<b>20,060</b>	<b>10,983</b>
<b>Non current liabilities</b>			
Interest-bearing loans and borrowings	25	8,058	8,947
Deferred tax liabilities		164	263
		8,222	9,210
<b>Current liabilities</b>			
Trade and other payables		6,254	5,919
Interest-bearing loans and borrowings	25	1,069	1,214
Income tax payable		6,321	8,136
		13,644	15,269
<b>Total liabilities</b>		<b>21,866</b>	<b>24,479</b>
<b>Total equity and liabilities</b>		<b>41,926</b>	<b>35,462</b>

These condensed consolidated statements of financial position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed consolidated interim financial statements

For the year ended 31 December 2014

### Condensed Consolidated Statements of Changes In Equity

	Note	Attributable to owners of the parent				
		Equity, total RM'000	Non-distributable			Distributable
			Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Retained earnings RM'000
Opening balance at 1 January 2014		10,983	25,000	3,473	2,000	(19,490)
Total comprehensive profit		9,077	-	-	7,132	1,945
Closing balance at 31 December 2014		20,060	25,000	3,473	9,132	(17,545)
Opening balance at 1 January 2013		7,817	25,000	3,473	2,000	(22,656)
Total comprehensive profit		3,166	-	-	-	3,166
Closing balance at 31 December 2013		10,983	25,000	3,473	2,000	(19,490)

These condensed consolidated statements of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attach to these interim financial reports.

## Condensed consolidated interim financial statements

For the year ended 31 December 2014

### Condensed Consolidated Statements of Cash Flows

	Note	12 months ended	
		31-Dec-14	31-Dec-13
		Unaudited RM'000	Audited RM'000
<b>Operating activities</b>			
Profit before tax		1,353	5,399
Adjustments for:			
Depreciation of investment properties		195	99
Depreciation of property, plant and equipment		474	360
Gain on disposal of property, plant and equipment		(6)	-
Interest expenses		699	638
Interest income		(4)	(24)
Impairment loss on receivables		-	3,731
Reversal of accruals		(1,654)	(3,375)
Reversal of provision for financial guarantee		-	(6,245)
Total adjustment		(296)	(4,816)
<b>Operating cash flows before changes in working capital</b>		<b>1,057</b>	<b>583</b>
<b>Changes in working capital</b>			
(Increase)/Decrease in inventories		(96)	4
Decrease/(Increase) in receivables, deposit and prepayment		691	(2,656)
Increase in payables and accruals		2,049	2,147
Total changes in working capital		3,701	78
Interest paid		(699)	(642)
Tax paid		(1,322)	(523)
Tax refund		-	44
		(2,021)	(1,121)
<b>Cash flow from operations carried forward</b>		<b>1,680</b>	<b>(1,043)</b>

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial reports.

## Condensed consolidated interim financial statements

For the year ended 31 December 2014

### Condensed Consolidated Statements of Cash Flows (continued)

	Note	12 months ended	
		31-Dec-14 Unaudited RM'000	31-Dec-13 Audited RM'000
<b>Cash flows from operations brought forward</b>		<b>1,680</b>	<b>(1,043)</b>
<b>Investing activities</b>			
Acquisition of property, plant and equipment		(319)	(251)
Proceeds from disposal of property, plant and equipment		6	-
Interest received		4	24
<b>Net cash flows used in investing activities</b>		<b>(309)</b>	<b>(227)</b>
<b>Financing activities</b>			
Net repayment of loans and borrowings		(1,034)	(597)
Net repayment of hire purchase creditors		(60)	-
<b>Net cash (used in)/ generated from financing activities</b>		<b>(1,094)</b>	<b>(597)</b>
<b>Net increase in cash and cash equivalents</b>		<b>277</b>	<b>(1,867)</b>
<b>Cash and cash equivalents at 1 January</b>		<b>614</b>	<b>2,481</b>
<b>Cash and cash equivalents at 31 December</b>		<b>891</b>	<b>614</b>

These condensed consolidated of cash flows should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013 and the accompanying explanatory notes attached to these interim financial reports.

## EXPLANATORY NOTES PURSUANT TO MFRS 134

As at 31 December 2014

### 1. Corporate information

PJBumi Berhad is a public limited liability company incorporated and domiciled in Malaysia, and is listed on Bursa Malaysia Securities Berhad.

These condensed consolidated interim financial statements were approved by the board of directors on 26 February 2015.

### 2. Adoption of Malaysian Financial Reporting Standards ( MFRS ).

These condensed consolidated interim financial statements, for the period ended 31 December 2014, have been prepared in accordance with MFRS 134 Interim financial Reporting and paragraph 9.22 of the listing requirements of Bursa Malaysia Securities Berhad. These condensed consolidated interim financial statements also comply with IAS 34 Interim Financial Reporting issued by the International Accounting Standards Board. For the periods ending on or after 31 December 2013, the group prepared its financial statements in accordance with Malaysian Financial Reporting Standards ( "MFRS" ).

The consolidated financial statements of the Group for the year ended 31 December 2012 which were prepared under MFRS are available upon request from the Company registered office at Level 15-2, Bangunan Faber Imperial Court, Jalan Sultan Ismail, 50250 Kuala Lumpur.

The explanatory notes attached to these condensed consolidated 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 2013.

**EXPLANATORY NOTES PURSUANT TO MFRS 134**

As at 31 December 2014

**2. Adoption of Malaysian Financial Reporting Standards ( MFRS ) (continued)**

**MFRSs, Amendments to MFRSs and IC Interpretation**

At the date of authorization of these interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation have been adopted by the Group :

	<b>Effective for annual period beginning on or after</b>
MFRS 9 : Financial Instruments ( <i>IFRS 9 issued by IASB in November 2009 and October 2010</i> )	1 January 2015
MFRS 10 : Consolidated Financial Statements	1 January 2013
MFRS 11 : Joint Arrangements	1 January 2013
MFRS 12 : Disclosure of Interest in Other Entities	1 January 2013
MFRS 13 : Fair Value Measurement	1 January 2013
MFRS 119 : Employee Benefits ( <i>as amended in June 2011</i> )	1 January 2013
MFRS 127 : Separate Financial Statements ( <i>as amended by IASB in May 2011</i> )	1 January 2013
MFRS 128 : Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1 : Government Loans	1 January 2013
Amendments to MFRS 7 : Disclosures - offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 101 : Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132 : Offsetting Financial Assets and Financial Liabilities	1 January 2014

**3. Significant accounting policies and application of MFRS 1.**

The audited financial statements of the group for the year ended 31 December 2013 were prepared in accordance with MFRS. Except for certain differences, the requirements under FRS and MFRS are similar. The significant accounting policies adopted in preparing these condensed consolidated interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2013 except as discussed below:



3. Significant accounting policies and application of MFRS 1 (continued)

(a) **Business combination**

MFRS 1 provides the option to apply MFRS 3 Business Combinations, prospectively from the date of transition or from a specific date prior to the date of transition. This provides relief from full retrospective application of MFRS 3 which would require restatement of all business combinations prior to the date of transition.

Acquisition before date of transition

The Group has elected to apply MFRS 3 prospectively from the date of transition. In respect of acquisitions prior to the date of transition,

- (i) The classification of former business combinations under FRS is maintained;
- (ii) There is no re-measurement of original fair values determined at the time of business combination (date of acquisition); and

(b) **Quoted equity instruments.**

There was no purchase or disposal of quoted securities for the current quarter under review and financial year-to-date.

(c) **Use of fair value as deemed cost**

MFRS 1 provides the option to apply the fair value as deemed cost for an item of property, plant and equipment, an investment property or an intangible asset.

The Group has elected to apply the fair value in determining the cost of property, plant and equipment, and investment properties with effect from financial year 2014.

4. Segmental information

The Group's segmental report for the current quarter ended 31 December 2014 is as follows:

	Trading, Project & Manufacturing	Operation & Maintenance	Management	Solid Waste Management	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000		RM'000
Revenue						
-External Sales	901	301	Nil	2,902	Nil	4,104
Intersegment sales	Nil	Nil	Nil	Nil	Nil	Nil
	901	301	Nil	2,901	Nil	4,104
Results						
-Segment results	705	10	(235)	793	Nil	1,273
Finance costs						(175)
Profit before taxation						1,098
Tax Expense						(483)
<b>Profit after taxation</b>						<b>615</b>

**4. Segmental information (continued)**

The group is organized into business units based on their products and services, and has four operating segments as follows:

- (a) Manufacturing and sale of Fibre Reinforced plastic ('FRP'), FRP sewerage treatment plant and other FRP products.
- (b) Investment holding, solid waste management and garbage collection, area cleansing and other related business.
- (c) Provision of after-sales support services including connecting works of fibre plastic tanks and mechanical and engineering equipment, providing maintenance, upgrading and/or rectification works, desludging works and sludge treatment.
- (d) Management services and investment holding.

There has been no material change in total assets and no differences in the basis of segmentation or in the basis of measurement of segment profit or loss as compared to the last annual financial statements.

**5. Seasonality of operation**

The Group's operations are not affected by any seasonal or cyclical factors.

**6. Earnings per share**

Basic earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, excluding treasury shares held by the company.

Diluted earnings per share amounts are calculated by dividing profit for the period, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the period, plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

**6. Earnings per share (continued)**

The following reflect the profit and share data used in the computation of basic and diluted earnings per share:

	Current quarter		Cumulative quarter	
	3 months ended		12 months ended	
	31-Dec 2014	31-Dec 2013	31-Dec 2014	31-Dec 2013
(Loss)/Profit net of tax attributable to owners of the parent in the computation of earnings per share (RM'000)	615	(3,628)	1,945	3,166
Weighted average number of ordinary share in issue ('000)	50,000	50,000	50,000	50,000
Effects of dilution share options ('000)	Nil	Nil	Nil	Nil
Weighted average number of ordinary share for diluted earnings per share computation ('000)	50,000	50,000	50,000	50,000
Basic earning per share (sen per share)	1.23	(7.26)	3.89	6.33
Diluted earning per share (sen per share)	NA	NA	NA	NA

NA = Not applicable.

**7. Unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows because of their nature, size and incidence during the current quarter under review and financial year-to-date.

**8. Material changes in estimates**

There were no changes in estimates that have a material effect in the current quarter under review and financial year-to-date.

**9. Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities during the current quarter under review and financial year-to-date.

**10. Dividend**

No interim ordinary dividend has been declared for the financial period ended 31 December 2014 (31 December 2013: Nil).

**11. Valuation of properties, plant and equipment**

There is no valuation of properties, plant and equipment in the current quarter under review.

**12. Events after the reporting period**

There were no material events subsequent to the end of the current quarter under review.

**13. Change in the composition of the group**

There were no changes in the composition of the Group during the current quarter under review.

**14. Changes in contingent liabilities or contingent assets**

There were no material changes in contingent liabilities or contingent assets since the last audited financial statements for the year ended 31 December 2014.

**15. Capital Commitment**

There were no capital commitments as at end of the current quarter under review.

**16. Auditors report on preceding annual financial statements**

The auditors' opinion on the Group's audited financial statements for the financial year ended 31 December 2013 was unqualified.

**17. Significant related party transactions**

There were no related party transactions during the current quarter under review.

**18. Review of performance**

For the quarter ended 31 December 2014, the Group has recorded revenue of RM4.104 million, which is approximately RM1.307 million or 25% lower, compared to previous year's corresponding period. Higher revenue in previous year corresponding period mainly attributable by reversal of overprovision of provision for doubtful debt in solid waste management division by RM1.881 million to other income.

The Group recorded a pretax profit of RM1.098 million against pretax loss of RM2.629 million in previous year's corresponding period.

**19. Comparison with preceding quarter's results**

The Group recorded revenue of RM4.104 million in the current quarter compared to RM3.927 million in the preceding quarter ended 30 September 2014. The Group recorded a pretax profit of RM1.098 million in the current quarter against of RM0.042 million in the preceding quarter.

**20. Prospect**

The Group expects the sales and servicing of FRP tanks business segment as well as revenue from solid waste management segment to continue contributing significant results to the consolidated revenue of the Group for the remaining quarters of the current financial year.

**21. Variance of actual and forecast profit**

Not applicable.

**22. Taxation**

There was no adjustment of deferred taxation during the current financial quarter

**23. Unquoted investment and/or properties**

There were no sales of unquoted investment and/or properties for the current quarter under review and financial year-to-date.

**24. Corporate proposals**

There is no corporate proposal that was announced and not completed.

25. **Borrowing**

As at 31 December 2014, the Group has the following borrowings, which are denominated in Ringgit Malaysia from various local financial institutions:-

	<b>Secured</b>	<b>Total</b>
	<b>RM'000</b>	<b>RM'000</b>
<u>Long Term Borrowings</u>		
Restructured Loans	8,058	8,058
	<u>8,058</u>	<u>8,058</u>
<u>Short Term Borrowings</u>		
Current portion of restructured loans	1,069	1,069
	<u>1,069</u>	<u>1,069</u>
Total	<u>9,127</u>	<u>9,127</u>

26. **“Off balance sheet” financial instrument**

The Group does not have any financial instruments with off balance sheet risk as at the date of this announcement.

27. **Changes in material litigation**

On 3 September 2010, Petronas Dagangan Berhad (“Petronas”) served the Company with Summons and Statement of Claim which was presented to the Kuala Lumpur High Court. Petronas made a claim against the Company for a sum of RM13,647,838 being cost allegedly incurred to replace the defective tanks supplied by the Company and other costs/ claims and interest that the Court may deem fit. The claim by Petronas is premised on a breach of warranty in respect of fibre tanks supplied for its petrol filling/ service stations located in Malaysia. On 26 December 2014, the decision was pronounced by the High Court of Kuala Lumpur wherein Petronas claim was allowed to the extent of RM3,391,073.

On 23 January 2015, the Company has filed an appeal at the Court of Appeal where the matter now is fixed for case management on 24 March 2015. Further, on 5 February 2015, the Company has filed a Stay Application in Kuala Lumpur High Court and the matter is fixed for hearing on 27 February 2015.

28. Realized and unrealized profits/losses disclosure

The accumulated profit/(loss) as at 31 December 2014 and 30 September 2014 is analyzed as follows:

	<b>Current Quarter RM'000</b>	<b>Immediate preceding quarter RM'000</b>
Total accumulated profit of the Company and Subsidiaries		
- realized profit/(loss)	615	(142)
	<hr/> 615	<hr/> (142)
Less : consolidated adjustments	<hr/> -	<hr/> -
Total group accumulated profit as per Consolidated financial statements	<hr/> 615	<hr/> (142)

By Order of the Board

Secretary