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PRESS RELEASE

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DESTINI BERHAD SEES PATNCI RISE 40% TO RM10.05 MILLION IN 1QFY2017

KUALA LUMPUR, 31 May 2017 – Integrated engineering solutions provider Destini Berhad saw its profit after tax and non-controlling interest ("PATNCI") jump 40% in 1QFY2017 on an increase in demand for aviation maintenance, repair and overhaul ("MRO") services as well as marine fabrication services.

The Group's PATNCI in 1QFY2017 rose to RM10.05 million from RM 7.16 million while revenue more than doubled to RM223.71 million as compared to RM81.72 million reported in 1QFY2016.

Commenting on the Group's results, Group Managing Director Dato' Rozabil Abdul Rahman said: "Destini's rise in earnings in 1QFY2017 are within expectations. The Group's performance was mainly supported by recognizing profits from the fabrication of vessels, motor trollies as well as aviation MRO services for the Ministry of Defense,"

In January this year, Destini accepted a Letter of Award for the supply, delivery, testing and commissioning of three Offshore Patrol Vessels ("OPV") worth RM738.90 million for the Malaysia Maritime Enforcement Agency ("MMEA") through a joint venture with TH Heavy Engineering Berhad.

This comes on top of the construction of six New Generation Patrol Crafts for the MMEA that was awarded in 2015. The Group has completed the construction of the first vessel and will deliver the remaining within the timeframe given.

During the same quarter, Destini had also expanded its expertise by acquiring a 70% stake in a military helicopter supply company, Halaman Optima Sdn Bhd. The acquisition enables Destini to supply reconnaissance helicopters and perform maintenance, repair and overhaul services on helicopters for the Ministry of Defense Malaysia.

Apart from these new contributors to the Group's revenue, Destini is also recognizing profits from its contract to manufacture motor trollies and road rail vehicles for Keretapi Tanah Melayu which was awarded by the Ministry of Transport last year.

Moving into the year, Dato' Rozabil sees that it will be another significant year for the Group. This is because during the year, Destini will be building the largest vessel it has ever built, which is the 83-meter OPV. The Group will also expand its MRO services to a wider range of aircrafts which are the helicopters.

"We expect 2017 to be another challenging year. However, by keeping a healthy orderbook, focusing on core businesses and expertise and also with the support of experienced management, we are confident that Destini will stay on track to an improved performance for the financial year 2017," said Dato' Rozabil, adding that as at March 31, 2017 the Group's orderbook stood at RM1.3 billion.

"Destini will not remain complacent and will look for more opportunities to increase the Group's performance and capabilities. We will focus on strengthening our operations in all our businesses in the markets that we are operating in," he added.

ABOUT DESTINI BERHAD

DESTINI BERHAD ("Destini" or the **"Group")** is an integrated engineering solutions provider with diverse interests in the aviation, marine, land transport as well as oil and gas industries. With a core business in ensuring safety and survival equipment efficiency in these industries, the Group excels in being one of the leading maintenance, repair and overhaul (MRO) service provider in the regions it has exposure in.

The Group started off as an aviation tool and spare parts trading company supplying for the defence industry. Two decades later, Destini has evolved to provide a diversified range of products and services for the aviation, marine and automotive industries for both defence and commercial sectors. With a wider portfolio and coupled with Destini's foray into oil and gas, the Group has expanded its geographical footprint over the Asian, Australian, Middle East and European regions.

The Group's core values of perseverance, foresight, rational thinking and determination to succeed have helped nurture a strong working relationship with global customers from both the public and private sectors.

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