

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

	(Unaudited) As at 31 / 12 / 2014 RM ' 000	(Audited) As at 31 / 03 / 2014 RM ' 000
ASSETS		
Non-current assets		
Investment properties	317,847	312,953
Property, plant and equipment	32,030	33,289
	<u>349,877</u>	<u>346,242</u>
Current assets		
Property development cost	64,915	82,036
Inventories	16	27
Trade and other receivables	53,808	27,975
Current tax assets	298	513
Cash and cash equivalents	7,639	10,066
	<u>126,676</u>	<u>120,617</u>
	<u>476,553</u>	<u>466,859</u>
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the company		
Share capital	136,208	136,208
Reserves	84,367	78,589
Total equity	<u>220,575</u>	<u>214,797</u>
Non-current liabilities		
Borrowings	88,669	94,668
Trade and other payables	38,471	50,959
Deferred tax liabilities	877	732
	<u>128,017</u>	<u>146,359</u>
Current liabilities		
Trade and other payables	58,390	53,666
Borrowings	68,191	51,210
Current tax liabilities	1,380	827
	<u>127,961</u>	<u>105,703</u>
Total liabilities	255,978	252,062
	<u>476,553</u>	<u>466,859</u>
TOTAL EQUITY AND LIABILITIES		
Net Assets per shares (RM)	<u>1.63</u>	<u>1.59</u>

The Condensed Consolidated Statement of Financial Position should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2014 and the accompanying explanatory notes to the interim financial statements.

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Revenue	29,003	37,296	73,138	53,014
Cost of sales	(20,339)	(26,747)	(48,093)	(30,833)
Gross profit	8,664	10,549	25,045	22,181
Other operating income	84	815	362	886
Operating expenses	(3,591)	(4,998)	(10,331)	(11,195)
Profit from operations	5,157	6,366	15,076	11,872
Finance cost	(2,070)	(1,778)	(6,376)	(5,845)
Profit before taxation	3,087	4,588	8,700	6,027
Taxation	(1,162)	(1,099)	(2,922)	(2,197)
Net profit for the financial period	1,925	3,489	5,778	3,830
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income for the financial period	1,925	3,489	5,778	3,830
Profit attributable to:-				
Owners of the Company	1,925	3,489	5,778	3,830
Non -controlling interest	-	-	-	-
	1,925	3,489	5,778	3,830
Earnings per share attributable to owners of the Company (sen) :				
(a) Basic	1.43	2.59	4.28	2.84
(b) Fully diluted	n/a	n/a	n/a	n/a

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2014 and the accompanying explanatory notes to the interim financial statements.

PERDUREN (M) BERHAD (Company No. 236800-T)**UNAUDITED INTERIM FINANCIAL STATEMENTS FOR THE THIRD QUARTER ENDED 31 DECEMBER 2014**

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	← Attributable to equity holders of the Company →					
	Share Capital RM ' 000	Treasury Shares RM ' 000	Share Premium RM ' 000	Capital Reserves RM ' 000	Retained profits RM ' 000	Total equity RM ' 000
9 months ended 31 December 2014						
As at 01 April 2014	136,208	(1,199)	8,536	275	70,977	214,797
Total comprehensive income for the financial period	-	-	-	-	5,778	5,778
As at 31 December 2014	<u>136,208</u>	<u>(1,199)</u>	<u>8,536</u>	<u>275</u>	<u>76,755</u>	<u>220,575</u>
9 months ended 31 December 2013						
As at 01 April 2013	136,208	(1,199)	8,536	275	64,078	207,898
Total comprehensive income for the financial period	-	-	-	-	3,830	3,830
As at 31 December 2013	<u>136,208</u>	<u>(1,199)</u>	<u>8,536</u>	<u>275</u>	<u>67,908</u>	<u>211,728</u>

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2014 and the accompanying explanatory notes to the interim financial statements.

The figures have not been audited

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	Period ended	
	31/12/2014 RM ' 000	31/12/2013 RM ' 000
Cash flows from operating activities		
Profit before taxation	8,700	6,027
Adjustments for non cash items	2,030	792
Operating profit before changes in working capital	10,730	6,819
Changes in working capital	(26,176)	(142)
Tax paid	(2,009)	(1,755)
Interest expense	6,376	5,845
Interest income	(65)	(62)
Net cash (used in)/from operating activities	(11,144)	10,705
Cash flows from investing activities		
Interest received	65	62
Placement of pledged deposits	(47)	(2,634)
Purchase of :		
- investment properties	(4,894)	(125)
- property, plant and equipment	(233)	(5,611)
Advances from a related party	8,400	11,000
Net cash from/(used in) investing activities	3,291	2,692
Cash flows from financing activities		
Drawdown from borrowings	30,092	9,920
Interest paid	(5,603)	(5,518)
Repayment of borrowings		
- Term loans	(21,733)	(10,400)
- Finance lease and hire purchase creditors	(69)	(61)
Net cash from/(used in) financing activities	2,687	(6,059)
Net increase / (decrease) in cash and cash equivalents	(5,166)	7,338
Cash and cash equivalents at beginning of financial period	(15,062)	(26,256)
Cash and cash equivalents at end of financial period	<u>(20,228)</u>	<u>(18,918)</u>
Cash and cash equivalents comprise:-		
Cash and bank balances	5,672	6,203
Bank overdraft	(25,900)	(25,121)
	<u>(20,228)</u>	<u>(18,918)</u>

The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 31 March 2014 and the accompanying explanatory notes to the interim financial statements.

Compliance with Financial Reporting Standard (FRS) 134, Interim Financial Reporting and Bursa Malaysia Securities Berhad Listing Requirements

1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of FRS134, Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB") and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Company for the year ended 31 March 2014.

2 Changes in Significant Accounting Policies

The significant accounting policies adopted by the Group in this interim financial report are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2014, except for the adoption of the following standards, amendments to published standards and interpretations to existing standards which are effective for the financial period commencing on 1 April 2014:

Amendments to:	
FRS 10	: Consolidated Financial Statements: Investment Entities
FRS 12	: Disclosures of Interest in Other Entities : Investment Entities
FRS 127	: Separate Financial Statements (2011): Investment Entities
FRS 132	: Offsetting Financial Assets and Financial Liabilities
FRS 136	: Recoverable Amount Disclosures for Non-Financial Assets
FRS 139	: Novation of Derivatives and Continuation of Hedge Accounting
IC Interpretation 21	: Levies

The adoption of the above standards, amendments to published standards and interpretations does not give rise to any material effects to the Group.

On 19 November 2011, the MASB issued the new accounting framework, the Malaysian Financial Reporting Standards ("MFRS") framework, which is effective for financial periods beginning on or after 1 January 2012 with the exception of entities that the new accounting framework need not be applied by entities that are within the scope of MFRS 141 and IC interpretation 15 ('hereafter called Transitioning Entities'). On 2 September 2014, MASB allowed Transitioning Entities to defer adoption of the MFRS framework to annual periods beginning on or after 1 January 2017. The Group falls within the scope of Transitioning Entities and has opted to defer the adoption of MFRS framework for the financial periods as allowed.

3 Qualification of auditors' report on preceding annual financial statements

The auditors' report on the financial statements for the financial year ended 31 March 2014 were not subject to any audit qualification.

4 Seasonal and cyclical factors

The business of the Group was not affected by any significant seasonal and cyclical factors during the interim financial period under review.

5 Unusual items due to their nature , size and incidence

There were no items during the interim financial period under review affecting the assets, liabilities, equity, net income, or cash flows that are unusual because of their nature, size, or incidence.

6 Changes in estimates

There were no changes in estimates which have a material effect on the results of the interim financial period under review.

7 Debt and equity securities

There were no issuance, cancellations, repurchases, resale and repayments of debt and equity securities during the interim financial period under review

8 Dividends paid

No dividend has been paid in the interim financial period under review.

9 Segmental reporting

Period ended 31 December 2014	Investment properties RM'000	Car park RM'000	Hotel operation RM'000	Property development RM'000	Eliminations RM'000	Consolidated RM'000
Revenue						
- External	16,168	2,883	5,400	48,687	-	73,138
- Inter-segment	2,441	12	-	-	(2,453)	-
Total revenue	18,609	2,895	5,400	48,687	(2,453)	73,138
Results						
Operating profit	8,317	350	127	5,920	-	14,714
Other income						362
Finance cost						(6,376)
Tax expense						(2,922)
Profit for the interim financial period						5,778
Period ended 31 December 2013						
Revenue						
- External	15,380	2,637	5,632	29,365	-	53,014
- Inter-segment	2,300	18	-	-	(2,318)	-
Total revenue	17,680	2,655	5,632	29,365	(2,318)	53,014
Results						
Operating profit	8,192	264	686	1,844	-	10,986
Other income						886
Finance cost						(5,845)
Tax expense						(2,197)
Profit for the interim financial period						3,830

10 Carrying amount of revalued assets

Save for investment properties carried at fair values, there are no revalued assets as at 31 December 2014

11 Subsequent events

There are no material events subsequent to the end of the interim financial period that have not been reflected in the interim financial statements for the interim financial period under review

12 Changes in the composition of the Group

On 31 October 2014, the Group disposed Topy Top Sdn Bhd and Topy Top Sdn Bhd ceased to be a subsidiary of the Group.

13 Changes in contingent liabilities

There were no changes to contingent liabilities or contingent assets since the last financial year ended 31 March 2014.

14 Capital commitments

There were no capital commitments for the purchase of property, plant and equipment as at the end of the financial period ended 31 December 2014.

15 Significant related party transactions

There were no significant related party transactions during the interim financial period under review.

16 Review of performance

The Group's business activities during the interim financial period under review remains the holding of investment properties (comprising of Plaza Sentosa and units in Holiday Plaza, both located in Johor Bahru, a 6 storey office building located at Shamelin Business Centre in Kuala Lumpur), the operation of a hotel in Plaza Sentosa and a joint-venture property development in Taman Shamelin Perkasa.

For the interim financial period under review, the Group registered a higher revenue of RM73.138 million as compared to RM53.014 million for the preceding corresponding financial period principally due to an increase of RM19.322 million revenue derived from property development segment that recognised during the financial period. The Group recorded an increase of post tax profit from RM3.830 million to RM5.778 million mainly due to post tax profit of RM4.551 million contributed from property development segment.

17 Material change in profit before taxation

The Group recorded a slight decrease profit before taxation of RM3.087 million as compared to RM3.113 million in the immediate preceding quarter, the slight decrease is mainly due to the increase in operating expenses.

18 Current year prospects

Barring any unforeseen circumstances, the Group expects the property development division will continue to contribute positively to the overall Group's revenue and earnings.

19 Profit forecast

The Group has not issued any profit forecast in a public document.

20 Profit before tax

	Current Quarter	Period ended
	31/12/2014	31/12/2014
	RM ' 000	RM ' 000
Profit before tax is arrived at after charging / (crediting)		
Depreciation of property, plant and equipment	491	1,477
Impairment loss on trade and other receivables	162	486
Interest expense	2,070	6,376
Interest income	(19)	(65)
Property, plant and equipment written off	-	15
Rental of:		
- premises	36	108
- equipment	7	11
Gain on disposal of subsidiary	(20)	(20)

21 Income tax expense

	Current Quarter		Period Ended	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
	RM ' 000	RM ' 000	RM ' 000	RM ' 000
Current taxation				
Malaysian income tax :-				
- current year	1,075	832	2,836	1,030
- under / (over) provision for prior year	-	-	(60)	23
Deferred tax	87	267	146	1,144
	1,162	1,099	2,922	2,197

The Group's effective tax rate for the interim financial period under review is higher than the statutory tax rate as certain expenses are not allowable for tax deductions.

22 Status of corporate proposals

On 8 December 2014, the Board of Directors of Perduren (M) Berhad ("Perduren") ("Board") announced the receipt of a notice of unconditional take-over offer from M&A Securities Sdn Bhd on behalf of Dato' Kamaluddin bin Abdullah and Dato' Mazlin bin Md Junid (collectively, the "Joint Offerors") to acquire all the remaining ordinary shares of RM1.00 each in Perduren ("Perduren Shares") (excluding treasury shares) not already held by the Joint Offerors and persons acting in concert with them, for a cash offer price of RM1.60 per Perduren Share ("Offer").

The Board also announced that KAF Investment Bank Berhad ("KAF") had been appointed to act as the Independent Adviser to advise the non-interested directors and non-interested shareholders of Perduren in relation to the Offer.

On 8 December 2014, the Board also announced the proposed disposals in relation to:

- (i) Proposed disposal by Perduren of the entire equity interest held in Advantage Equity Sdn Bhd to Jerusan Indah Sdn Bhd ("JISB") for a cash consideration of RM71,800,000;
 - (ii) Proposed disposal by Perduren of the entire equity interest held in Balance Focus Sdn Bhd to JISB for a cash consideration of RM1,300,000;
 - (iii) Proposed disposal by Perduren of the entire equity interest held in Grand Sentosa Hotel Management Services Sdn Bhd (formerly known as Christine Inn & Recreation Sdn Bhd) to JISB for a cash consideration of RM100,000; and
 - (iv) Proposed disposal by Perduren of 30% equity interest held in Landmark Zone Sdn Bhd to Meridian Hectares Sdn Bhd for a cash consideration of RM8,300,000
- (Collectively referred to as "Proposed Disposals")

The Board also announced the appointment of KAF as the Independent Adviser to advise the non-interested directors and shareholders in relation to the Proposed Disposals.

The Offer Document for the Offer was despatched to the shareholders of Perduren on 26 January 2015. The closing date for acceptance of the Offer is on 16 February 2015.

On 27 January 2015, the Board announced the appointment of AFFIN Hwang Investment Bank Berhad (formerly known as HwangDBS Investment Bank Berhad) as the Independent Adviser in place of KAF to advise the non-interested directors and non-interested shareholders of Perduren in relation to the Proposed Disposals.

On 5 February 2015, the Independent Advice Circular in relation to the Offer was despatched to the shareholders of Perduren.

The Proposed Disposals are subject to the approval of the shareholders of Perduren at an extraordinary general meeting to be convened.

23 Borrowings and debts securities

Total borrowings of the Group denominated in Ringgit Malaysia as at 31 December 2014 were as follows :

	Short Term RM ' 000	Long Term RM ' 000
Secured		
Bank overdrafts	25,900	-
Term loans	14,559	65,634
Hire-purchase and lease creditors	90	149
Other borrowings	27,642	7,886
	<u>68,191</u>	<u>73,669</u>
Unsecured		
Other borrowings	-	15,000
	<u>68,191</u>	<u>88,669</u>

24 Material litigation

The Group is not engaged in any material litigation as at the date of issuance of this financial statements.

25 Dividends

No dividends were declared for the financial year ended 31 March 2014 and no dividend has been paid in the interim financial period under review.

26 Earnings per ordinary share

Basic earnings per share are calculated by dividing profit for the period attributable to ordinary equity holders of the Company by the weighted average number of ordinary shares in issue during the period, excluding any treasury shares held by the Company.

	Quarter Ended		Period Ended	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Profit attributable to equity holders of the Company (RM '000)	1,925	3,489	5,778	3,830
Weighted average number of ordinary shares in issue ('000)				
Total number of ordinary shares	136,208	136,208	136,208	136,208
Treasury shares	(1,289)	(1,289)	(1,289)	(1,289)
	<u>134,919</u>	<u>134,919</u>	<u>134,919</u>	<u>134,919</u>
Basic earnings per share (sen) :	<u>1.43</u>	<u>2.59</u>	<u>4.28</u>	<u>2.84</u>

There are no diluted earnings per share as the Company does not have any potential dilutive ordinary shares outstanding as at 31 December 2014.

27 Analysis of realised and unrealised profits

	As at	As at
	31/12/2014	31/03/2014
Total retained earnings of the Group		
Realised	10,111	3,948
Unrealised	3,009	3,154
	<u>13,120</u>	<u>7,102</u>
Add:- Consolidation adjustments	63,635	63,875
	<u>76,755</u>	<u>70,977</u>

By Order of the Board
Perduren (M) Berhad

Wong Yeow Chor
Secretary

Date: 13 February 2015