

**PINTARAS JAYA BERHAD**(189900H)

Interim financial statements for the six months ended 31 December 2014

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the Financial Period Ended 31 December 2014

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31.12.2014 RM'000	31.12.2013 RM'000	31.12.2014 RM'000	31.12.2013 RM'000
Revenue	74,110	47,892	138,304	91,272
Cost of sales	<u>(53,328)</u>	<u>(31,185)</u>	<u>(102,445)</u>	<u>(59,650)</u>
Gross profit	20,782	16,707	35,859	31,622
Other operating income	1,785	2,742	4,126	4,279
Administrative expenses	(1,004)	(923)	(2,013)	(1,771)
Other operating expenses	(1,318)	(631)	(2,446)	(2,105)
Finance cost	-	-	-	-
Profit before taxation	<u>20,245</u>	<u>17,895</u>	<u>35,526</u>	<u>32,025</u>
Taxation	<u>(5,074)</u>	<u>(4,168)</u>	<u>(8,842)</u>	<u>(7,754)</u>
Profit for the period	<u>15,171</u>	<u>13,727</u>	<u>26,684</u>	<u>24,271</u>
Other comprehensive income				
- Available-for-sale financial assets:				
- net changes in fair value	1,180	234	791	1,859
- reclassification to profit or loss	184	144	202	155
Changes in other comprehensive income	<u>1,364</u>	<u>378</u>	<u>993</u>	<u>2,014</u>
Total comprehensive income for the period	<u>16,535</u>	<u>14,105</u>	<u>27,677</u>	<u>26,285</u>
Profit attributable to:				
Equity holders of the Company	<u>15,171</u>	<u>13,727</u>	<u>26,684</u>	<u>24,271</u>
Total comprehensive income attributable to: Equity holders of the Company	<u>16,535</u>	<u>14,105</u>	<u>27,677</u>	<u>26,285</u>
Earnings per share (sen)				
- Basic	9.4	8.6	16.6	15.2
- Diluted	9.3	8.6	16.4	15.2

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014.

**PINTARAS JAYA BERHAD**^(189900H)

Interim financial statements for the six months ended 31 December 2014

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

As at 31 December 2014

	As at 31.12.2014 RM'000	As at 30.06.2014 RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	117,920	107,748
Investment properties	132	134
Available-for-sale financial assets	18,099	17,051
Deferred tax assets	690	445
	<u>136,841</u>	<u>125,378</u>
Current assets		
Amounts due from customers on contracts	1,454	2,252
Inventories	18,131	15,591
Receivables	101,643	88,633
Short-term deposits	157,100	144,027
Cash and bank balances	3,588	7,643
	<u>281,916</u>	<u>258,146</u>
TOTAL ASSETS	<u>418,757</u>	<u>383,524</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Capital and reserves		
Share capital	161,461	160,128
Share premium	3,326	-
Share option reserve	1,369	2,256
Available-for-sale reserve	5,111	4,118
Retained earnings	152,907	140,754
Total equity	<u>324,174</u>	<u>307,256</u>
Non-current liability		
Deferred tax liabilities	13,325	13,284
	<u>13,325</u>	<u>13,284</u>
Current liabilities		
Amounts due to customers on contracts	11,741	8,840
Payables	46,509	40,030
Dividend payable	14,531	9,608
Taxation	8,477	4,506
	<u>81,258</u>	<u>62,984</u>
Total liabilities	<u>94,583</u>	<u>76,268</u>
TOTAL EQUITY AND LIABILITIES	<u>418,757</u>	<u>383,524</u>
Net assets per share attributable to equity holders of the Company (RM)	2.01	1.92

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014.



PINTARAS JAYA BERHAD^(189900H)

Interim financial statements for the six months ended 31 December 2014
(The figures have not been audited)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 For The Financial Period Ended 31 December 2014

	← Attributable to equity holders of the Company →					Total equity RM'000
	Share capital RM'000	Share premium RM'000	Non-distributable Share option reserve RM'000	Available-for- sale reserve RM'000	Distributable Retained earnings RM'000	
At 1 July 2014	160,128	-	2,256	4,118	140,754	307,256
Total comprehensive income for the period	-	-	-	993	26,684	27,677
Issuance of shares						
- Exercise of employee share option	1,333	3,326	(887)	-	-	3,772
Dividends	-	-	-	-	(14,531)	(14,531)
At 31 December 2014	<u>161,461</u>	<u>3,326</u>	<u>1,369</u>	<u>5,111</u>	<u>152,907</u>	<u>324,174</u>
At 1 July 2013	80,064	3,486	-	2,836	184,712	271,098
Total comprehensive income for the period	-	-	-	2,014	24,271	26,285
Issuance of bonus shares	80,064	(3,486)	-	-	(76,578)	-
Dividends	-	-	-	-	(12,010)	(12,010)
At 31 December 2013	<u>160,128</u>	<u>-</u>	<u>-</u>	<u>4,850</u>	<u>120,395</u>	<u>285,373</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014.

**PINTARAS JAYA BERHAD**(189900H)

Interim financial statements for the six months ended 31 December 2014

*(The figures have not been audited)***CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**
For The Financial Period Ended 31 December 2014

	6 months ended	
	31.12.2014	31.12.2013
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit for the period	26,684	24,271
Adjustments for:-		
Depreciation of property, plant and equipment and investment properties	8,648	6,090
Loss/(gain) on disposals of available-for-sale financial assets	414	(1,118)
Impairment losses of available-for-sale financial assets	90	36
Taxation	8,842	7,754
Other non-cash items	(308)	408
Other non-operating items	<u>(2,708)</u>	<u>(2,678)</u>
	41,662	34,763
Changes in working capital:		
Net changes in current assets	(16,807)	(24,602)
Net changes in current liabilities	<u>18,260</u>	<u>1,940</u>
Cash generated from operations	43,115	12,101
Tax paid	(5,076)	(5,442)
Interest income received	<u>1,872</u>	<u>1,537</u>
Net cash flows generated from operating activities	<u>39,911</u>	<u>8,196</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property, plant and equipment	(26,930)	(2,492)
Proceeds from disposal of property, plant and equipment	37	364
Purchases of available-for-sale financial assets	(5,997)	(27,675)
Proceeds from disposals of available-for-sale financial assets	6,861	13,963
Dividend income received	668	740
(Increase)/decrease in short-term deposits and bank balances for investment purposes	<u>(958)</u>	<u>23,297</u>
Net cash flows (used in)/generated from investing activities	<u>(26,319)</u>	<u>8,197</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of shares from exercise of ESOS	3,772	-
Dividends paid	<u>(9,608)</u>	<u>(8,006)</u>
Net cash flows used in financing activity	<u>(5,836)</u>	<u>(8,006)</u>
NET INCREASE IN CASH & CASH EQUIVALENTS	7,756	8,387
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	146,706	96,068
CURRENCY TRANSLATION DIFFERENCES	305	(404)
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>154,767</u>	<u>104,051</u>

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

Notes to the Interim Financial Statements

1. Basis of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Malaysian Financial Reporting Standard (MFRS) No. 134 - Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 30 June 2014. These explanatory notes attached to the 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 financial year ended 30 June 2014.

The accounting policies and methods of computation adopted by the Group in this interim financial statements are consistent with those adopted in the audited financial statements for the financial year ended 30 June 2014 except for those standards, amendments and interpretations which are effective for financial periods beginning on or after 1 July 2014. The adoption of these standards, amendments and interpretations have no material impact to these interim financial statements.

2. Auditors' Report on Preceding Annual Financial Statements

The audit report of the Group's most recent annual audited financial statements for the financial year ended 30 June 2014 was not qualified.

3. Seasonal or Cyclical Factors

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

4. Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group during the financial period under review.

5. Changes in Estimates

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

6. Changes in Debt and Equity Securities

During the financial period ended 31 December 2014, a total of 1,333,000 new ordinary shares of RM1.00 each was issued pursuant to the exercise of the Company's Employee Share Option Scheme ("ESOS") at an exercise price of RM2.83 per ordinary share.

Other than as mentioned above, there were no other issuance and/or repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares during the financial period under review.

7. Dividend Paid

An interim single-tier dividend of 6.0 sen per share amounting to RM9,607,680 in respect of the financial year ended 30 June 2014 was declared on 21 May 2014 and paid on 10 July 2014.

The final single-tier dividend of 9.0 sen per share amounting to RM14,531,490 in respect of the financial year ended 30 June 2014 was approved by the shareholders during the Annual General Meeting on 22 October 2014 and paid on 15 January 2015.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

8. Segmental Information

	Piling, civil engineering and construction works	Manufacturing	Group
	RM'000	RM'000	RM'000
6 months ended 31 December 2014			
<u>Revenue</u>			
Construction contracts	120,269	-	120,269
Sale of goods	-	18,035	18,035
Total revenue			<u>138,304</u>
<u>Results</u>			
Segment results	30,251	2,946	33,197
Unallocated income			2,964
Unallocated costs			(635)
Profit before taxation			<u>35,526</u>
Taxation			<u>(8,842)</u>
Profit for the period			<u>26,684</u>

	Piling, civil engineering and construction works	Manufacturing	Group
	RM'000	RM'000	RM'000
6 months ended 31 December 2013			
<u>Revenue</u>			
Construction contracts	74,665	-	74,665
Sale of goods	-	16,607	16,607
Total revenue			<u>91,272</u>
<u>Results</u>			
Segment results	26,028	3,192	29,220
Unallocated income			3,463
Unallocated costs			(658)
Profit before taxation			<u>32,025</u>
Taxation			<u>(7,754)</u>
Profit for the period			<u>24,271</u>

Segmental reporting by geographical area is not presented as the Group's activities are all carried out in Malaysia.

9. Valuation of Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses, if any.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

10. Material Events Subsequent to the End of Financial Period

There were no material events subsequent to the end of the current financial period ended 31 December 2014 up to the date of this report that have not been reflected in the interim financial statements.

11. Changes in Composition of the Group

There were no changes in the composition of the Group during the financial period under review.

12. Contingent Liabilities or Contingent Assets

There were no contingent liabilities or contingent assets since the last audited financial statements of the Group.

13. Capital Commitments

Authorised capital commitments not recognised in the financial statements as at 31 December 2014 are as follows:

Approved and contracted for	RM'000
	<u>1,339</u>

14. Review of Performance of the Company and its Principal Subsidiaries

(a) Current Year 2nd Quarter (2Q2015) versus Preceding Year 2nd Quarter (2Q2014)

The Group's revenue of RM74.1 million in 2Q2015 outperformed the preceding year's corresponding quarter revenue of RM47.9 million by 55%. On the back of better revenue generated in 2Q2015, the Group registered a profit before taxation ("PBT") of RM20.2 million compared to RM17.9 million in 2Q2014.

The construction division achieved a higher revenue of RM64.9million in 2Q2015 compared to RM39.5 million in the same quarter last year. PBT rose in tandem to RM17.6 million or 23% higher than RM14.3 million in 2Q2014. The increase of both revenue and profit is mainly due to higher construction activities as some of the on-going projects were in the advanced stages of implementation.

Sales from manufacturing division increased by about 10% to RM9.2 million in 2Q2015 from RM8.4 million in 2Q2014. However, despite the higher sales, earnings remained at RM1.4 million due to declining margins as a result of higher material costs and increased operating expenditure.

(b) Current Year-to-date versus Preceding Year Corresponding Period

For the financial period ended 31 December 2014, the Group's revenue increased by 51% to RM138.3 million from RM91.3 million in the preceding year, PBT grew by 11% to RM35.5 million as compared to the previous corresponding period of RM32.0 million. The improvement over the preceding year corresponding period was mainly due to better performance achieved by the construction division. This, however, was partly offset by lower contribution from manufacturing division as well as a lower investment income.

The construction division achieved a higher revenue of RM120.3 million as compared to RM74.7 million last year. PBT rose by 16% to RM30.3 million from RM26.0 million, mainly due to higher progress profits recognised from on-going projects which are in the advanced stages of implementation.

Sales from manufacturing division increased by 8% to RM18.0 million as compared to previous corresponding period of RM16.6 million. However, PBT was 9% lower at RM2.9 million, compared to RM3.2 million in the last year's corresponding period. The decline in profit was mainly due to a combination of factors which included competitive pricing, higher material and operating costs.



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

15. Material Changes in the Quarterly Results compared to the results of the Immediate Preceding Quarter

	2nd quarter ended 31.12.2014 RM'000	1st quarter ended 30.09.2014 RM'000	Variance %
Revenue	74,110	64,194	15%
Profit before taxation	20,245	15,281	32%

For the 2nd financial quarter under review, the Group recorded a higher revenue and profit before taxation of RM74.1 million and RM20.2 million, representing an increase of 15% and 32% respectively compared to the immediate preceding quarter. The improvement over preceding quarter was mainly due to higher contribution from the construction division. Contribution from the manufacturing division, however, was lower.

16. Prospects for the Current Financial Year

In view of the current subdued outlook, triggered by the drastic 50% fall in oil prices, prospects for continued strong growth for the Malaysian economy has certainly evaporated. Coupled with the impending implementation of the Goods and Services Tax this April, the Board expects a very tough and challenging period for the remaining months of calendar year 2015. The Board is, however, encouraged by the recent revised 2015 Budget announcement reaffirming the implementation of mega projects such as the KVMRT2, LRT3, RAPID and High-Speed Rail. The spin-offs from the KVMRT2 and LRT3 projects will not only be considerable on its own but also spur private sector property projects around the many new proposed train stations. This should help stamp the current slow down in new high end property developments and boost the affordable housing property sector.

Overall, we are positive for the remaining period of our financial year 2015 based on our existing order book. We are also working hard to replenish our order book for financial year 2016.

17. Variance of Actual Profit from Forecast Profit/Profit Guarantee

There were no profit forecast/profit guarantee issued by the Group.

18. Taxation

Taxation comprises the following: -

	Current quarter ended 31.12.2014 RM'000	Cumulative quarter ended 31.12.2014 RM'000
Current taxation	5,271	9,046
Deferred taxation	(197)	(204)
	<u>5,074</u>	<u>8,842</u>

The average effective tax rate differs from the statutory income tax rate of Malaysia as follows:

	Current quarter ended %	Cumulative quarter ended %
Statutory income tax rate	25	25
Income not subject to tax	(1)	(1)
Expenses not deductible for tax purposes	1	1
Average effective tax rate	<u>25</u>	<u>25</u>



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

19. Status of Corporate Proposals

There were no corporate proposals announced but not completed as at the date of this report.

20. Group borrowings and Debt Securities

The Group does not have any borrowings or debt securities as at 31 December 2014.

21. Derivative Financial Instruments

The Group has no derivative financial instruments for the current financial period under review.

22. Fair Value Changes of Financial Liabilities

There are no financial liabilities measured at fair value through profit or loss as at 31 December 2014.

23. Changes in Material Litigation

There is no material litigation at the date of this report.

24. Dividend

The Directors do not recommend any interim dividend for the current quarter under review.

25. Earnings Per Share

Basic earnings per share is calculated by dividing the Group's profit attributable to equity holders by the weighted average number of ordinary shares in issue during the financial period.

	Current quarter ended 31.12.2014	Cumulative quarter ended 31.12.2014
- Profit attributable to equity holders of the Company (RM'000)	15,171	26,684
- Weighted average number of ordinary shares in issue ('000)	160,794	160,794
- Basic earnings per share (sen)	9.40	16.60

For the diluted earnings per share calculation, the weighted average number of ordinary shares in issue is adjusted to assume conversion of all dilutive potential ordinary shares.

- Profit attributable to equity holders of the Company (RM'000)	15,171	26,684
- Weighted average number of ordinary shares in issue ('000)	160,794	160,794
Effect of dilution arising from ESOS ('000)	1,912	1,912
Weighted average number of ordinary shares for diluted earnings per share ('000)	<u>162,706</u>	<u>162,706</u>
- Diluted earnings per share (sen)	9.30	16.40

26. Realised and Unrealised Profits/Losses Disclosure

	As at 31.12.2014 RM'000	As at 30.06.2014 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	158,555	146,870
- Unrealised	<u>(13,656)</u>	<u>(15,062)</u>
	144,899	131,808
Add: Consolidation adjustments	8,008	8,946
Total group retained profits as per consolidated accounts	<u>152,907</u>	<u>140,754</u>



PINTARAS JAYA BERHAD (189900-H)

(Incorporated in Malaysia)

Interim financial statements for the six months ended 31 December 2014

27. Profit before Taxation

	Current quarter ended 31.12.2014 RM'000	Cumulative quarter ended 31.12.2014 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
(a) Interest income	(1,059)	(2,019)
(b) Other income including investment income		
- dividend income	(302)	(670)
- gain on disposals of property, plant and equipment	(17)	(20)
(c) Interest expenses	N/A	N/A
(d) Depreciation of property, plant and equipment and investment properties	4,349	8,648
(e) Provision for impairment of receivables	120	240
(f) Inventories written off	9	10
(g) Gain or loss on disposal of quoted or unquoted investments or properties		
- loss on disposals of available-for-sale financial assets	236	414
- gain on disposal of investment property	N/A	N/A
(h) Impairment of assets		
- property, plant and equipment	N/A	N/A
- available-for-sale financial assets	90	90
(i) Net gain on foreign exchange	(163)	(590)
(j) Gain or loss on derivatives	N/A	N/A
(k) Exceptional items	N/A	N/A

By order of the Board

KHOO YOK KEE
Executive Director

Shah Alam
24 February 2015