



WCT HOLDINGS BERHAD
(Company Number : 930464-M)
(Incorporated in Malaysia)

Date : 20 August 2015

**INTERIM FINANCIAL REPORT FOR THE SECOND QUARTER AND FINANCIAL
PERIOD ENDED 30 JUNE 2015**

<u>Table of contents</u>	<u>Page</u>
Consolidated Income Statement	1
Consolidated Statement of Comprehensive Income	2
Consolidated Statement of Financial Position	3 - 4
Consolidated Statement of Changes in Equity	5
Consolidated Statement of Cash Flows	6
Explanatory notes in compliance with Financial Reporting Standard ("FRS") 134, Interim Financial Reporting	7 - 12
Explanatory notes in compliance with Listing Requirements of the Bursa Malaysia	13 - 21

WCT HOLDINGS BERHAD

(Company Number : 930464-M)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED INCOME STATEMENT FOR THE SECOND QUARTER ENDED
30 JUNE 2015**

(The figures have not been audited)

CONSOLIDATED INCOME STATEMENT FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER (3 months to 30.6.2015) RM'000	PRECEDING YEAR CORRESPONDING (3 months to 30.6.2014) RM'000	CURRENT YEAR TO DATE (6 months to 30.6.2015) RM'000	PRECEDING YEAR CORRESPONDING (6 months to 30.6.2014) RM'000
Revenue	422,309	401,473	773,930	868,694
Cost of sales	(376,547)	(325,478)	(673,230)	(709,992)
Gross profit	45,762	75,995	100,700	158,702
Other income	40,159	3,876	61,767	9,348
Other expenses	(13,241)	(5,529)	(15,583)	(9,596)
Administrative expenses	(19,153)	(18,160)	(34,090)	(35,044)
Finance costs	(19,406)	(14,803)	(39,417)	(29,872)
Share of profit after tax of associates	2,474	2,191	4,611	4,555
Share of profit after tax of joint ventures	7,201	1,902	8,553	4,132
	43,796	45,472	86,541	102,225
Income tax expense	(14,847)	(6,421)	(24,296)	(22,626)
Profit for the period	28,949	39,051	62,245	79,599
Attributable to:				
Equity holders of the Company	31,056	34,298	64,270	74,395
Non-controlling interest	(2,107)	4,753	(2,025)	5,204
Profit for the period	28,949	39,051	62,245	79,599
Attributable to equity holders of the Company :				
Basic earnings per share (sen)	2.89	3.14	5.97	6.82
Fully diluted earnings per share (sen)	N/A *	3.12	N/A *	6.77

* N/A - Not applicable

(The consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)

WCT HOLDINGS BERHAD

(Company Number : 930464-M)

**INTERIM FINANCIAL REPORT ON CONSOLIDATED INCOME STATEMENT FOR THE SECOND QUARTER ENDED
30 JUNE 2015**

(The figures have not been audited)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER (3 months to 30.6.2015) RM'000	PRECEDING YEAR CORRESPONDING (3 months to 30.6.2014) RM'000	CURRENT YEAR TO DATE (6 months to 30.6.2015) RM'000	PRECEDING YEAR CORRESPONDING (6 months to 30.6.2014) RM'000
Profit for the period	28,949	39,051	62,245	79,599
Other comprehensive income/(loss):				
Currency translation differences arising from consolidation	1,020	(2,843)	11,019	(1,649)
Other comprehensive income/(loss) for the period, net of tax	1,020	(2,843)	11,019	(1,649)
Total comprehensive income for the period	29,969	36,208	73,264	77,950
Total comprehensive income/(loss) for the period attributable to :				
Equity holders of the Company	31,653	32,084	72,986	76,033
Non-controlling interest	(1,684)	4,124	278	1,917
	29,969	36,208	73,264	77,950

(The consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)

WCT HOLDINGS BERHAD
(Company Number : 930464-M)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015

	AS AT CURRENT QUARTER 30.6.2015	AS AT FINANCIAL YEAR ENDED 31.12.2014
	UNAUDITED RM'000	AUDITED RM'000
ASSETS		
<u>Non-current assets</u>		
Property, plant and equipment	233,451	235,656
Land held for property development	1,131,344	991,553
Investment properties	789,336	737,813
Investment in associates	147,725	132,361
Investment in joint ventures	440,297	395,384
Trade receivables	1 606,859	653,928
Other receivables	1 323,028	300,215
Due from related parties	10,616	9,919
Deferred tax assets	21,388	21,445
	3,704,044	3,478,274
<u>Current assets</u>		
Property development costs	504,186	423,173
Inventories	87,114	90,710
Trade receivables	786,484	876,644
Other receivables	279,927	167,643
Due from related parties	153,338	214,999
Tax recoverable	27,409	24,730
Cash and bank balances	594,258	950,841
	2,432,716	2,748,740
TOTAL ASSETS	6,136,760	6,227,014
EQUITY AND LIABILITIES		
<u>Equity attributable to equity</u>		
<u>holders of the Company</u>		
Share capital	546,276	546,276
Share premium	2,174,151	2,174,151
Reserves	(417,173)	(458,781)
Treasury shares, at costs	(20,261)	(27,266)
	2,282,993	2,234,380
Non-controlling interest	53,040	52,762
Total equity	2,336,033	2,287,142

WCT HOLDINGS BERHAD
(Company Number : 930464-M)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2015 (Cont'd.)

		AS AT CURRENT QUARTER 30.6.2015	AS AT FINANCIAL YEAR ENDED 31.12.2014
		UNAUDITED RM'000	AUDITED RM'000
EQUITY AND LIABILITIES (Cont'd)			
<u>Long-term liabilities</u>			
Trade payables	2	109,398	89,379
Other payables	2	324,496	328,370
Borrowings		1,891,142	1,846,400
Deferred tax liabilities		34,629	35,400
		2,359,665	2,299,549
<u>Current liabilities</u>			
Trade payables		694,867	835,482
Other payables		172,379	207,529
Borrowings		556,708	584,112
Tax payable		17,108	13,200
		1,441,062	1,640,323
Total Liabilities		3,800,727	3,939,872
TOTAL EQUITY AND LIABILITIES		6,136,760	6,227,014
Net asset per share (RM)		2.12	2.07

(1) Included receivables of RM316 million in respect of the Nominated Sub-contractors of the Nad Al Sheba Racecourse project.

(2) Included payables of RM316 million in respect of the Nominated Sub-contractors of the Nad Al Sheba Racecourse project.

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	Attributable to Equity Holders of the Company										Non-controlling interest	Total equity	
	Non-Distributable					Distributable							
	Share capital	Share premium	Treasury shares	Internal reorganisation reserve	Warrant reserve	Other reserve	Exchange reserve	Capital reserve	Equity compensation reserve	Revaluation reserve	General reserve	Retained profit	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<i>Preceding year corresponding period</i>													
At 1 January 2014	546,231	2,173,975	-	(1,554,791)	53,023	217	(103,777)	2,846	3,291	27,729	1,438	1,054,122	2,204,306
Profit for the period	-	-	-	-	-	-	1,638	-	-	-	-	74,395	74,395
Other comprehensive income/(loss)	-	-	-	-	-	-	1,638	-	-	-	-	-	5,204
Total comprehensive income for the period	-	-	-	-	-	-	1,638	-	-	-	-	74,395	79,599
Dividends paid to shareholders	-	-	-	-	-	-	-	-	-	-	-	(35,278)	(35,278)
Arising from share buy-back	-	-	(21,015)	-	-	-	-	-	-	-	-	(21,015)	(21,015)
Arising from share options exercised	4	11	-	-	-	-	-	-	-	-	-	15	15
Arising from conversion of warrants	7	22	-	-	-	-	-	-	(2)	-	-	29	29
Transfer within reserve for ESOS exercised	-	2	-	-	-	-	-	-	-	-	-	-	-
Transfer within reserve for warrants exercised	-	4	-	-	(4)	-	-	-	-	-	-	-	-
Transfer within reserve	-	-	-	-	-	(40)	-	-	-	-	-	40	-
At 30 June 2014	546,242	2,174,012	(21,015)	(1,554,791)	53,023	177	(102,139)	2,846	3,289	27,729	1,438	1,093,279	2,224,090
<i>Current year to date</i>													
At 1 January 2015	546,276	2,174,151	(27,266)	(1,554,791)	53,023	140	(99,337)	2,846	5,169	23,670	1,438	1,109,061	2,234,380
Profit for the period	-	-	-	-	-	-	8,716	-	-	-	-	64,270	64,270
Other comprehensive income/(loss)	-	-	-	-	-	-	8,716	-	-	-	-	-	(2,025)
Total comprehensive income/(loss) for the period	-	-	-	-	-	-	8,716	-	-	-	-	64,270	8,716
Dividends paid to shareholders	-	-	-	-	-	-	-	-	-	-	-	(10,750)	(10,750)
Share dividends distributed to shareholders	-	-	20,628	-	-	-	-	-	-	-	-	(20,628)	-
Arising from share buy-back	-	-	(13,623)	-	-	-	-	-	-	-	-	-	(13,623)
Transfer within reserve	-	-	-	-	-	(52)	-	-	-	-	-	52	-
At 30 June 2015	546,276	2,174,151	(20,261)	(1,554,791)	53,023	88	(90,621)	2,846	5,169	25,670	1,438	1,142,005	2,282,993
													53,040
													2,336,033

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)

WCT HOLDINGS BERHAD
(Company Number : 930464-M)

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE SECOND QUARTER ENDED 30 JUNE 2015

	UNAUDITED CUMULATIVE PERIOD CURRENT YEAR TO DATE 30.6.2015 RM'000	CUMULATIVE PERIOD PRECEDING YEAR CORRESPONDING 30.6.2014 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	86,541	102,225
Adjustments for:-		
Non-cash items	(37,025)	5,251
Non-operating items - financing	17,889	9,797
Non-operating items - investing	(13,381)	(6,724)
Operating profit before working capital changes	<u>54,024</u>	<u>110,549</u>
Net changes in current assets	(130,725)	(219,900)
Net changes in current liabilities	(159,737)	(184,239)
Cash flows used in operations	<u>(236,438)</u>	<u>(293,590)</u>
Interest paid	(52,944)	(26,244)
Interest received	21,528	20,075
Taxation paid	(23,783)	(26,148)
Net cash used in operating activities	<u>(291,637)</u>	<u>(325,907)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Property, plant and equipment	(6,296)	(15,252)
Investment Properties	(47,190)	(5,882)
Disposal of marketable securities	-	15,210
Withdrawal/(placement) in		
- FSRAs account	-	102,274
- deposits in licensed banks	(701)	(6,722)
Net cash (used in)/generated from investing activities	<u>(54,187)</u>	<u>89,628</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from share options exercised	-	15
Proceed from conversion of warrants	-	29
Purchase of treasury shares	(13,623)	(21,015)
Dividend paid to shareholders	(10,750)	(35,278)
Bank borrowings	(5,289)	(161,112)
Net cash used in financing activities	<u>(29,662)</u>	<u>(217,361)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS DURING THE FINANCIAL PERIOD	(375,486)	(453,640)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	944,482	867,524
Foreign exchange differences	(607)	2,095
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD *	<u>568,389</u>	<u>415,979</u>

* Cash & cash equivalents excludes fixed deposits with licensed bank amounting to RM770,000 and deposits with maturities more than 3 months amounting to RM860,347.

(The condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 31 December 2014 and the accompanying explanatory notes attached to the interim financial statements.)

**WCT HOLDINGS BERHAD (“WCT” OR “THE COMPANY”) (930464-M)
QUARTERLY UNAUDITED RESULTS OF THE GROUP FOR THE SECOND QUARTER ENDED 30
JUNE 2015**

**A EXPLANATORY NOTES IN COMPLIANCE WITH FINANCIAL REPORTING STANDARDS
("FRS") 134, INTERIM FINANCIAL REPORTING**

A1 Basis of Preparation

The interim financial statements have been prepared under the historical cost convention except for revaluation of freehold land and buildings included in property, plant and equipment and investment properties which are stated at fair values.

The interim financial statements are unaudited and have been prepared in compliance with FRS 134, 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 statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 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 31 December 2014.

A2 Changes in Accounting Policies

The significant accounting policies adopted by the Group are consistent with those of the audited financial statements for the year ended 31 December 2014, except for the adoption of the following new Financial Reporting Standards (“FRSs”) and Amendments to FRSs with effect from 1 January 2015.

FRSs, Amendments to FRSs and Interpretations

Description	Effective for annual periods beginning on or after
• Amendments to FRS 119: <i>Defined Benefit Plans: Employee Contributions</i>	1 July 2014
• Annual Improvements to FRSs 2010–2012 Cycle	1 July 2014
• Annual Improvements to FRSs 2011–2013 Cycle	1 July 2014

The adoption of the above standards will have no material impact on the financial statements in the period of initial application .

A2 Changes in Accounting Policies (Cont'd)

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework"). The MFRS Framework comprises Standards as issued by the International Accounting Standards Board ("IASB") that are effective on 1 January 2012. It also comprises new/revised Standards that will be effective after 1 January 2012. All other Standards under the FRS framework where no new/revised Standards that will be effective after 1 January 2012 will transition to MFRS Framework with no further amendments.

The MFRS Framework is to be applied to all entities other than private entities with the exception of entities that are within the scope of MFRS 141 Agriculture and IC Interpretation 15 Agreements for Construction of Real Estates including its parent, significant investor and venturer ("Transitioning Entities").

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for 3 years. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2017.

The Group falls within the scope definition of Transitioning Entities and have opted to defer adoption of the new MFRS Framework. Accordingly, the Group will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 December 2017. In presenting its first MFRS financial statements, the Group will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

The Group considers that it is achieving its scheduled milestones and expects to be in a position to fully comply with the requirements of the MFRS Framework for the financial year ending 31 December 2017.

A3 Audit Qualification

There was no audit qualification in the auditors' report of the Company's previous financial statements for the financial year ended 31 December 2014.

A4 Seasonal Or Cyclical Factors

For the period under review, the business operations of the Group were not significantly affected by any seasonal or cyclical factor.

A5 Items Of Unusual Nature

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

A6 Changes In Estimate

There were no changes in estimates of amounts reported in prior financial years that have a material effect in the quarter ended 30 June 2015.

A7 Changes In Debt and Equity Securities

Save as disclosed below, there were no issuance, cancellation, resale, repurchase and repayment of debts and equity securities during the period under review.

Share buy back

The Company repurchased 9,048,700 ordinary share of RM0.50 each of its issued share capital from the open market, at an average costs of RM1.51 each. The total consideration paid for the share buy-back including transaction costs during the current financial quarter and cumulative financial quarter amounted to RM9.593 million and RM13.623 million respectively and were financed by internally generated funds. The shares bought back are being held as treasury shares in accordance with Section 67A of the Companies Act, 1965. On 16 June 2015, 10,745,734 treasury shares were distributed to the shareholders on the basis of one (1) Treasury Share for every one hundred (100) ordinary shares of RM0.50 each held at the entitlement date on 26 May 2015, fractions of treasury shares was disregarded.

	No of Treasury Shares '000	Treasury Shares RM'000
Balance as at 1 January 2015	14,966	27,266
Repurchased during the period	9,049	13,623
Distributed as dividend during the period	(10,746)	(20,628)
	<hr/>	<hr/>
Balance as at 30 June 2015	13,269	20,261
	<hr/>	<hr/>

None of the treasury shares held were resold or cancelled during the quarter under review.

A8 Dividends

Please refer to Explanatory Note B11.

A9 Segmental Information

	Engineering and construction	Property development	Property investment and management	Unallocated	Eliminations	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
6 months period ended 30 June 2015						
Revenue						
External	586,064	159,167	28,699	-	-	773,930
Inter segment	283,101	4,024	-	-	(287,125)	-
	<u>869,165</u>	<u>163,191</u>	<u>28,699</u>	<u>-</u>	<u>(287,125)</u>	<u>773,930</u>
Segment results						
Profit from operations	67,425	33,430	11,939	-	-	112,794
Finance costs						(39,417)
Share of profits of associates	-	-	-	4,611	-	4,611
Share of profits of joint ventures	-	1,589	6,964	-	-	8,553
Taxation						(24,296)
Profit for the period						<u>62,245</u>
Profit attributable to :-						
- Equity holders of the Company						64,270
- Non-controlling interest						(2,025)
						<u>62,245</u>
6 months period ended 30 June 2014						
Revenue						
External	587,303	250,915	30,476	-	-	868,694
Inter segment	149,154	4,050	-	-	(153,204)	-
	<u>736,457</u>	<u>254,965</u>	<u>30,476</u>	<u>-</u>	<u>(153,204)</u>	<u>868,694</u>
Segment results						
Profit from operations	63,322	47,228	12,860	-	-	123,410
Finance costs						(29,872)
Share of profits of associates	-	-	-	4,555	-	4,555
Share of profits of joint ventures	-	(129)	4,261	-	-	4,132
Taxation						(22,626)
Profit for the period						<u>79,599</u>
Profit attributable to :-						
- Equity holders of the Company						74,395
- Non-controlling interest						5,204
						<u>79,599</u>

A10 Carrying Amount Of Revalued Assets

The valuations of investment properties and property, plant and equipment have been brought forward without amendment from the audited financial statements for the financial year ended 31 December 2014.

A11 Subsequent Material Events

There were no material events subsequent to the reporting period up to 14 August 2015 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) which have not been reflected in the financial statements for the quarter under review.

A12 Effect Of Changes In The Composition Of The Group

- (i) On 8 March 2015, WCT Berhad, a wholly-owned subsidiary of the Company, via a joint venture with Al-Ali Projects Co (W.L.L.) has accepted a contract from Lusail Real Estate Development Company for all the works relating to Contract No. CP07-C-1B – Commercial Boulevard Road D3, Road A4, Internal Roads, Utilities and Underground Car Parks 2, 3, 4 and 5 for Lusail Development Project in Doha, Qatar.

The Joint Venture is an unincorporated joint venture between WCTB and Al-Ali Projects Co (W.L.L.), a company incorporated in Qatar. The rights and liabilities of WCTB and Al-Ali Projects Co (W.L.L.) in the joint venture are in the ratio of 70:30.

- (ii) On 19 March 2015, WCT Land Sdn Bhd, a wholly-owned subsidiary of the Company, has incorporated a wholly-owned subsidiary company, WCT Land and Development (Australia) Pty Ltd ("WCTLD").

WCTLD is a company incorporated in Victoria, Australia, has an issued and paid up share capital of AUD1.00 divided into 1 ordinary share of AUD1.00 each. WCTLD is currently dormant and no liabilities will be assumed pursuant to the Incorporation.

Save as disclosed above, there were no changes in the composition of the Group during the period under review.

A13 Contingent Liabilities

Contingent liabilities of the Group as at 14 August 2015 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) comprised bank guarantees and letters of credit totaling RM682.631 million and RM14.838 million respectively provided by the Group to various parties in the ordinary course of business and tax matters under appeal amounting to RM3.9 million. The changes in contingent liabilities since 19 February 2015 are as follows:-

(a)	Bank Guarantees RM'000	Letter of credit RM'000
Balance as at 19 February 2015	746,324	28,091
Extended/utilised during the period	81,334	4,828
Discharged/paid during the period	<u>(145,027)</u>	<u>(18,081)</u>
Balance as at 14 August 2015	<u><u>682,631</u></u>	<u><u>14,838</u></u>
 (b) The tax matters under appeal of the Group totaling RM3.9 million are in respect of corporation tax and service tax of a foreign subsidiary.		

A14 Contingent Assets

	RM'000
Contingent assets arising from the Final Award of the arbitration Tribunal in DIAC Case No. 02/2009, dated 5 July 2015 (Note B10 material litigation)	<u><u>677,629</u></u>

A15 Capital Commitments

There are no material commitments except for as follows:-

	RM'000
Approved and contracted for :	
Property, plant and equipment	98,667
Land	109,722
Investment property	353,388
Share of capital commitment of joint operations	<u>84,178</u>
	<u><u>645,955</u></u>

A16 Significant Related Party Transactions

<u>The Group</u>	RM'000
Contract revenue from joint ventures	15,775
Rent expense payable to a joint venture	(27)
Interest receivable from joint ventures	4,266
Management fee receivable from joint ventures	2,252
Sales of properties to Directors and persons connected with the Directors	<u><u>3,471</u></u>

B EXPLANATORY NOTES IN COMPLIANCE WITH LISTING REQUIREMENTS OF THE BURSA MALAYSIA

B1 Review of performance

For the current quarter, the Group recorded revenue and profit attributable to equity holders of RM422 million and RM31 million respectively as compared to RM401 million and RM34 million respectively in the preceding year corresponding quarter. The decrease in profit is mainly due to lower contribution from overseas projects and property development segment.

For the current year to date, the Group recorded revenue and profit attributable to equity holders of RM774 million and RM64 million respectively as compared to RM869 million and RM74 million respectively in the preceding year corresponding period. The lower revenue is mainly attributable to lower sales of properties.

Engineering and construction segment recorded revenue and operational profit of RM586 million (2014:RM587 million) and RM67 million (2014:RM63 million) respectively.

Property development and investment segments registered revenue and operational profit of RM188 million (2014:RM281 million) and RM45 million (2014:RM60 million) respectively.

Basic earning per share for current quarter is lower at 2.89 sen as compared to 3.14 sen recorded in the preceding year corresponding quarter.

Basic earning per share for current cumulative period is lower at 5.97 sen as compared to 6.82 sen recorded in the preceding year corresponding period.

B2 Comparison With Immediate Preceding Quarter's Results

For the current quarter under review, the Group recorded revenue and profit attributable to equity holders of RM422 million and RM31 million as compared to RM352 million and RM33 million reported in the immediate preceding quarter. Lower revenue and profit is mainly due to lower contribution from the property development segment.

B3 Profit for the period

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR	PRECEDING YEAR	CURRENT YEAR	PRECEDING YEAR
	QUARTER	CORRESPONDING	TO DATE	CORRESPONDING
	(3 months period To 30.6.2015)	(3 months period To 30.6.2014)	(6 months period To 30.6.2015)	(6 months period To 30.6.2014)
	RM'000	RM'000	RM'000	RM'000
Profit for the period is arrived at after crediting/ (charging):				
Interest income	3,727	4,665	5,932	11,132
Interest from joint ventures	1,333	1,171	4,266	3,104
Murabahah & Mudarabah profit	2,629	-	6,976	-
Interest expense	(19,406)	(14,803)	(39,417)	(29,872)
Depreciation and amortisation	(1,861)	(2,013)	(3,681)	(3,386)
Bad debts written off	(2,654)	(1,031)	(2,654)	(2,995)
Property, plant and equipment written off	(14)	-	(14)	(14)
Reversal of allowance for impairment of trade and other receivables	-	-	-	991
Gain/(loss) on disposal of property, plant and equipment	(174)	(1,697)	209	(1,964)
Gain on disposal of stock properties	9	-	9	-
Gain/(loss) on foreign exchange	24,647	(1,038)	43,108	(6,946)

B4 Prospect For Financial Year 2015

With the impending implementation of 11th Malaysia Plan and the roll out of infrastructure projects, the Group is cautiously optimistic to achieve satisfactory results for the financial year ending 31 December 2015.

B5 Variance Of Actual Profit From Forecast Profit

Not applicable to the Group.

B6 Taxation

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER	PRECEDING YEAR CORRESPONDING	CURRENT YEAR TO DATE	PRECEDING YEAR CORRESPONDING
	(3 months period To 30.6.2015) RM'000	(3 months period To 30.6.2014) RM'000	(6 months period To 30.6.2015) RM'000	(6 months period To 30.6.2014) RM'000
Taxation comprises:				
Income tax				
- current year	10,448	8,497	21,854	23,435
- prior years	3,156	(1,721)	3,156	(984)
Deferred taxation	1,243	(355)	(714)	175
	<u>14,847</u>	<u>6,421</u>	<u>24,296</u>	<u>22,626</u>

The Group's effective tax rate (excluding the results of associates and joint ventures which are equity accounted net of tax) for the current cumulative period and current quarter ended 30 June 2015 is higher than the statutory tax rate mainly due to under provision of tax in prior year and certain expenses not deductible for tax purposes.

The Group's effective tax rate (excluding the results of associates and joint ventures which are equity accounted net of tax) for the corresponding cumulative period and quarter ended 30 June 2014 is lower than the statutory tax rate mainly due to certain income exempted from income tax.

B7 Status of Corporate Proposals Announced

Save as disclosed below, the Group did not announce any corporate proposal which has not been completed as at 14 August 2015 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

On 16 March 2015, the Company proposes to undertake the following:-

- (i) A renounceable rights issue of up to 143,226,391 new ordinary shares of RM0.50 each in the Company ("WCT Share(s)" or "Share(s)") ("Rights Share(s)") on the basis of one (1) Rights Share for every 10 existing WCT Shares held on an entitlement date to be determined later ("Proposed Rights Issue of Shares"); and
- (ii) A bonus issue of up to 315,098,061 new warrants in WCT ("Warrant(s) E") on the basis of one (1) free Warrant E for every five (5) existing WCT Shares held on an entitlement date to be determined later after the completion of the Proposed Rights Issue of Shares ("Proposed Bonus Issue of Warrants").

B7 Status of Corporate Proposals Announced (Cont'd)

(Collectively referred to as the "Proposals")

The 107,926,234 Rights Shares issued pursuant to the Rights Issue of Shares were listed and quoted on the Main Market of Bursa Malaysia Securities Berhad on 7 August 2015, marking the completion of the Rights Issue of Shares.

The Bonus Issue of Warrants is expected to be completed by third quarter of 2015.

B8 Realised and Unrealised Profits

The breakdown of retained profits of the Group both realized and unrealized as at the reporting date pursuant to the directive issued by Bursa Malaysia Securities on 25 March 2010 are as follow:

	As at 30.6.2015 RM'000	As at 31.12.2014 RM'000
Total retained profits of the Company and its subsidiaries:-		
- Realised	997,207	1,019,761
- Unrealised	158,889	142,273
	<u>1,156,096</u>	<u>1,162,034</u>
Total share of retained profits/(losses) from associates:-		
- Realised	104,205	99,566
- Unrealised	(365)	(337)
	<u>103,840</u>	<u>99,229</u>
Total share of (accumulated losses)/retained profits from jointly arrangement:-		
- Realised	(17,923)	(30,566)
- Unrealised	126,557	130,747
	<u>108,634</u>	<u>100,181</u>
Less : Consolidation adjustment	<u>(226,565)</u>	<u>(252,383)</u>
Total Group retained profits as per consolidated accounts	<u>1,142,005</u>	<u>1,109,061</u>

B9 Group Borrowing And Debt Securities

Detail of group borrowings are as follows:-

	As at 30.6.2015 RM'000	As at 31.12.2014 RM'000
Long Term Bank Borrowings		
<u>Secured:-</u>		
Long Term Loan	291,142	246,400
	<u>291,142</u>	<u>246,400</u>
<u>Unsecured:-</u>		
Sukuk Murabahah	600,000	600,000
MTN	1,000,000	1,000,000
	<u>1,600,000</u>	<u>1,600,000</u>
	<u>1,891,142</u>	<u>1,846,400</u>
Short Term Bank Borrowings		
<u>Secured :-</u>		
Hire Purchase Creditors	-	7
Revolving Credit	88,000	88,000
Term Loans	21,600	21,600
	<u>109,600</u>	<u>109,607</u>
<u>Unsecured :-</u>		
Trust Receipt	9,965	-
Bank Overdraft	24,239	5,429
BONDS	296,203	292,385
Revolving credit	34,136	43,049
IMTN	-	100,000
Term loan	82,565	33,642
	<u>447,108</u>	<u>474,505</u>
	<u>556,708</u>	<u>584,112</u>
Total Bank Borrowings	<u><u>2,447,850</u></u>	<u><u>2,430,512</u></u>

Key:

Sukuk Murabahah - RM1.5 billion Sukuk Murabahah Programme

BONDS - Serial Fixed Rate Bonds

MTN - Medium Term Notes

IMTN - Islamic Medium Term Notes

B10 Material Litigation

Except as disclosed below, there are no material litigation pending since 31 December 2014 (being the date of the last annual statement of financial position) to 14 August 2015 (being the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report) in which the Group is engaged either as plaintiff or defendant, and the Board of the Company has no knowledge of any proceedings pending or threatened against the Company or of any facts likely to give rise to any proceedings which might materially and adversely affect the position or business of the Group during the said period.

Status update on the arbitration proceedings in relation to the cancellation (“the Cancellation”) of the Nad Al Sheba Racecourse, Dubai, U.A.E. contract (“the Contract”):

On 11 January 2009 the Company (jointly with Arabtec Construction LLC, (“Joint Venture”) as Claimants) commenced arbitration proceedings against Meydan Group LLC (formerly known as Meydan LLC, as Respondent) (“Meydan”) in relation to the Cancellation. In the course of the arbitration proceedings, the Joint Venture’s dispute and claims had been revised from time to time and eventually totaled approximately AED2.8 billion. Meydan eventually took the position that the DIAC Case No. 02/2009 had expired by effluxion of time. After deliberation, the arbitration Tribunal in DIAC Case No. 02/2009 had on 9 June 2012 rejected conclusively Meydan’s submission that the arbitration proceedings had expired by effluxion of time. Notwithstanding the arbitration Tribunal’s decision above, Meydan had on 14 June 2012 brought its counterclaims in relation to what was DIAC Case No. 02/2009 before the Dubai Courts under Commercial Action No. 1066/2012 (“Civil Suit”), claiming against the Joint Venture, a sum of AED3.5 billion. On 26 February 2013, the Dubai Court of First Instance dismissed the Civil Suit on the grounds that the DIAC Case No. 02/2009 had not expired by effluxion of time and in view of the valid and binding arbitration agreement between the parties.

On 27 February 2013, the Company was informed by Arabtec that its board of directors had agreed to Meydan’s proposal (“Proposal”) for Arabtec and Meydan to withdraw all pending legal cases as between themselves without prejudice to their respective rights and to proceed with negotiations for an amicable settlement. Pursuant thereto, Arabtec and Meydan had withdrawn their respective claims and counterclaims as against themselves, from the DIAC Case 2/2009. The arbitration proceedings then continued as between the Company and Meydan in respect of the Company’s rights in its share of the Joint Venture’s claims namely approximately AED1.4 billion.

On 24 March 2013, Meydan filed a notice of appeal to the Dubai Court of Appeal against the dismissal of the Civil Suit by the Court of First Instance insofar as it concerns Meydan’s counterclaims against the Company. On 26 November 2014, the Dubai Court of Appeal confirmed that the arbitral proceedings in DIAC Case No. 02/2009 continue insofar as they concern all outstanding issues between the Company and Meydan and suspended Meydan’s Civil Suit until the Final Award to be issued in DIAC Case No. 02/2009. Both Meydan and the Company have filed an appeal to the Court of Cassation and the appeals are still pending.

B10 Material Litigation (Cont'd.)

On 8 July 2015, the Company received the Final Award of the arbitration Tribunal in DIAC Case No. 02/2009, dated 5 July 2015, where the Tribunal has found and ruled in favor of the Company, amongst others, that:-

1. Meydan's cancellation and purported termination of the Contract was unlawful, invalid and of no effect; and
2. Meydan was not entitled to call on the Joint Venture's Performance Bond and must repay the same.

Consequently, the Tribunal awarded to and in favor of the Company, and ordered Meydan to pay the Company, a total of AED1,152,651,192.68 (Arab Emirates Dirham One Billion, One Hundred and Fifty Two Million, Six Hundred and Fifty One Thousand, One Hundred and Ninety Two and Fils Sixty Eight) (approximately *RM1,197,258,793 [Ringgit Malaysia One Billion, One Hundred and Ninety Seven Million, Two Hundred and Fifty Eight Thousand, Seven Hundred and Ninety Three]).

* Based on exchange rate as at 8 July 2015

B11 Dividends

	Paid in Year Ending 31 Dec 2015 RM'000	Paid in Year Ended 31 Dec 2014 RM'000
<u>Final dividend paid</u>		
For the financial year ended 31 December 2013		
- Single tier dividend of 3.25 sen per ordinary share of RM0.50	-	35,278
<u>Single tier interim dividend paid</u>		
For the financial year ended 31 December 2014		
- Cash dividend of 1.25 sen per ordinary share of RM0.50	-	13,516
- Share dividend of 1 treasury share for every 100 ordinary shares of RM0.50 each held	-	23,321
<u>Final dividend paid</u>		
For the financial year ended 31 December 2014		
- Cash dividend of 1.00 sen per ordinary share of RM0.50	10,750	-
- Share dividend of 1 treasury share for every 100 ordinary shares of RM0.50 each held	20,628	-
Total net dividend paid	31,378	72,115

On 20 August 2015, the Directors declared interim single tier dividend comprising:

- i) Cash dividend of 1.00 sen per ordinary share of RM0.50 each.
- ii) Share dividend via a distribution of Treasury Shares on the basis of one (1) Treasury Share for every one hundred (100) ordinary shares of RM0.50 each held, fractions of treasury shares to be disregarded.

The entitlement date for the interim dividend is fixed on 15 September 2015 and a Depositor shall qualify for entitlement only in respect of:-

- i) Shares transferred into the Depositor's Securities Account before 4.00 p.m. on 15 September 2015 in respect of ordinary transfer; and
- ii) Shares bought on the Bursa Securities on a cum entitlement basis in accordance with the Rules of Bursa Securities.

The interim dividend will be payable and credited into the entitled Depositors' Securities Account on 9 October 2015.

B12 Earnings Per Share

	Reporting Quarter 30.6.2015	Current Year To Date 30.6.2015
(a) Basic Earnings Per Share		
Profit attributable to the equity holders of the parent (RM'000)	31,056	64,270
Weighted average number of ordinary shares in issue ('000)	1,076,336	1,076,258
Basic earnings per share (sen)	2.89	5.97

(b) Fully Diluted Earnings Per Share

No diluted earnings per share is disclosed as all the potential ordinary shares are antidilutive.

B13 Comparative Figures

Comparative figures, where applicable, have been modified to conform to the current quarter presentation.

Date: 20th August 2015