



**Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income
For the Third Quarter ended 30 September 2015 (Unaudited)**

	Current Quarter Ended 30-Sep-15 RM'000	Corresponding Quarter Ended 30-Sep-14 RM'000	Cumulative Year To Date 30-Sep-15 RM'000	Corresponding Year To Date 30-Sep-14 RM'000
Revenue	192,420	236,286	556,904	635,331
Operating expenses	(119,857)	(148,778)	(335,099)	(403,905)
Gross profit	72,563	87,508	221,805	231,426
Other income	(4,665)	462	(2,651)	1,221
Administration expenses	(40,093)	(22,894)	(96,982)	(66,558)
Results from operating activities	27,805	65,076	122,172	166,089
Finance costs	(13,551)	(2,024)	(17,245)	(5,246)
Finance income	988	670	3,390	1,912
Net finance costs	(12,563)	(1,354)	(13,855)	(3,334)
Other non-operating income	82,099	-	82,099	-
Share of (loss)/profit of an associate	(5,143)	6,618	(6,387)	17,946
Profit before tax	92,198	70,340	184,029	180,701
Income tax expense	(9,190)	(12,325)	(31,284)	(33,327)
Profit for the period	83,008	58,015	152,745	147,374
Other comprehensive income/(loss), net of tax				
Share of other comprehensive income/(loss) of an associate	-	2,505	15,171	(537)
Other comprehensive income/(loss) for the period, net of tax	-	2,505	15,171	(537)
Total comprehensive income for the period attributable to Owners of the Company	83,008	60,520	167,916	146,837
Profit/(loss) for the period				
Attributable to:				
Owners of the Company	85,953	58,015	155,690	147,374
Non-controlling interest	(2,945)	-	(2,945)	-
	83,008	58,015	152,745	147,374
Total comprehensive income for the period				
Attributable to:				
Owners of the Company	85,953	60,520	170,861	146,837
Non-controlling interest	(2,945)	-	(2,945)	-
	83,008	60,520	167,916	146,837
Weighted average number of ordinary shares in issue ('000)	877,100	825,000	877,100	825,000
Basic earnings per ordinary share of RM0.50 each (sen)	9.80	7.03	17.75	17.86

(The Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).

**Condensed Consolidated Statement of Financial Position
As at 30 September 2015 (Unaudited)**

	UNAUDITED AS AT 30-Sep-15 RM'000	AUDITED AS AT 31-Dec-14 RM'000
ASSETS		
NON CURRENT ASSETS		
Property, plant and equipment	1,841,996	470,983
Intangible assets ***	339,705	-
Prepaid lease payments	10,583	10,859
Investment in an associate	-	237,739
Other investments	23,785	-
Refundable deposits	72,239	-
Deferred tax assets	2,447	1,874
TOTAL NON CURRENT ASSETS	2,290,755	721,455
CURRENT ASSETS		
Inventories	7,698	6,161
Trade and other receivables	355,058	317,668
Other investments	1,457	76,502
Current tax assets	3,414	-
Cash and cash equivalents	176,270	194,896
TOTAL CURRENT ASSETS	543,897	595,227
TOTAL ASSETS	2,834,652	1,316,682
EQUITY AND LIABILITIES		
EQUITY		
Share capital	438,550	438,550
Share premium	146,686	146,686
Reserves	516,744	379,528
TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY	1,101,980	964,764
NON-CONTROLLING INTEREST	27,174	-
TOTAL EQUITY	1,129,154	964,764



Condensed Consolidated Statement of Financial Position (continued)
As at 30 September 2015 (Unaudited)

	UNAUDITED AS AT 30-Sep-15 RM'000	AUDITED AS AT 31-Dec-14 RM'000
NON CURRENT LIABILITIES		
Trade and other payables	557	-
Borrowings	1,269,335	69,005
Deferred tax liabilities	10,633	5,518
TOTAL NON CURRENT LIABILITIES	1,280,525	74,523
CURRENT LIABILITIES		
Loans and borrowings	262,859	84,865
Trade and other payables	151,688	189,069
Current tax liabilities	10,426	3,461
TOTAL CURRENT LIABILITIES	424,973	277,395
TOTAL LIABILITIES	1,705,498	351,918
TOTAL EQUITY AND LIABILITIES	2,834,652	1,316,682
Net Assets per share (sen)	126	117

***Dayang is still gathering all necessary information and assessing possible acquisition impacts on Perdana acquisition which may affect the reported intangible assets. The subsequent acquisitions of shares in Perdana are considered as a single transaction and the completion is in November. In accordance with MFRS 3, Business Combination, an entity shall have a measurement period of not exceeding one year from the acquisition date to adjust the provisional amount (including goodwill) recognised for a business combination.

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).



**Condensed Consolidated Statement of Changes in Equity
For the Third Quarter ended 30 September 2015 (Unaudited)**

	Attributable to the Owners of the Company						Total Equity RM'000
	Non-Distributable					Distributable	
	Share Capital RM'000	Share Premium RM'000	Other Capital Reserve RM'000	Cash Flow Hedge Reserve RM'000	Translation Reserve RM'000	Retained Earnings RM'000	
At 31 December 2013/1 January 2014	275,000	109,016	(123)	102	4,076	278,359	666,430
Share of other comprehensive income of an equity-accounted associate	-	-	-	(47)	3,384	-	3,337
Total other comprehensive income for the year	-	-	-	(47)	3,384	-	3,337
Profit for the year	-	-	-	-	-	180,132	180,132
Total comprehensive income for the year	-	-	-	(47)	3,384	180,132	183,469
Bonus issue (nett of bonus issue expenses)	137,500	(109,016)	-	-	-	(28,605)	(121)
Issuance of ordinary shares under private placements (nett of placement issue expenses)	26,050	146,686	-	-	-	-	172,736
Dividends to owners of the company	-	-	-	-	-	(57,750)	(57,750)
At 31 December 2014	438,550	146,686	(123)	55	7,460	372,136	964,764



Condensed Consolidated Statement of Changes in Equity (continued)
For the Third Quarter ended 30 September 2015 (Unaudited)

	Attributable to the Owners of the Company						Non Controlling Interest	Total Equity	
	Non-Distributable					Distributable			Total
	Share Capital	Share Premium	Other Capital Reserve	Cash Flow Hedge Reserve	Translation Reserve	Retained Earnings			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000		
At 31 December 2014/1 January 2015	438,550	146,686	(123)	55	7,460	372,136	964,764	-	964,764
Share of other comprehensive (loss)/income of an equity-accounted associate	-	-	-	78	15,093	-	15,171	-	15,171
Total other comprehensive (loss)/income for the period	-	-	-	78	15,093	-	15,171	-	15,171
Profit for the period	-	-	-	-	-	152,745	152,745	-	152,745
Total comprehensive (loss)/income for the period	-	-	-	78	15,093	152,745	167,916	-	167,916
Dividends to owners of the company	-	-	-	-	-	(30,699)	(30,699)	-	(30,699)
Newly consolidated operations								27,174	27,174
At 30 September 2015	438,550	146,686	(123)	133	22,553	494,182	1,101,981	27,174	1,129,155

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).

**Condensed Consolidated Statement of Cash Flows
For the Third Quarter ended 30 September 2015 (Unaudited)**

	Current Year-to-date 30-Sep-15 RM'000	Corresponding Year-to-date 30-Sep-14 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	184,029	180,701
Adjustments for:-		
- Non-cash items	(20,396)	12,365
- Non-operating items	13,199	3,334
Operating profit before changes in working capital	176,832	196,400
<u>Changes in working capital</u>		
Inventories	714	72
Trade and other receivables	39,230	(70,179)
Trade and other payables	(75,788)	(45,083)
Total changes in working capital	(35,844)	(115,190)
Cash generated from operations	140,988	81,210
Interest received	3,516	1,912
Interest paid	(2,129)	(2,610)
Tax paid	(24,619)	(17,434)
Total interest and tax paid	(23,232)	(18,132)
Net cash generated from operating activities	117,756	63,078
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of additional investment in a subsidiary	(787,591)	-
Acquisition of other investments	(33,785)	(327)
Acquisition of property, plant and equipment	(29,915)	(86,198)
Proceeds from disposal of property, plant and equipment	196	-
Proceeds from disposal of other investments	86,363	-
Net cash used in investing activities	(764,732)	(86,525)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issuance of ordinary shares from exercise of warrants	381	-
Bonus issue expenses	-	(121)
Proceeds from borrowings	658,805	66,864
Repayment of borrowings	(46,665)	(20,552)
Term loan interest paid	(15,136)	(2,636)
Dividend paid	(30,699)	(28,875)
Net cash generated from/(used in) financing activities	566,686	14,680
Net increase/(decrease) in cash and cash equivalents	(80,290)	(8,767)
Cash and cash equivalents at the beginning of the period	256,560	101,912
Cash and cash equivalents at the end of the period	176,270	93,145
Breakdown of cash and cash equivalents at the end of the period:-		
Short term deposits	78,707	58,305
Cash and bank balances	97,563	34,840
	176,270	93,145

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2014 and the accompanying notes attached to this interim financial report).



A. NOTES PURSUANT TO THE MALAYSIAN FINANCIAL REPORTING STANDARD 134 (MFRS 134): INTERIM FINANCIAL REPORTING

A1. Basis of reporting preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with Malaysian Financial Reporting Standard 134 (MFRS134), *Interim Financial Reporting* and with IAS 34, *Interim Financial Reporting* and Appendix 9B part A of the Listing Requirements of Bursa Malaysia Securities Berhad.

The condensed consolidated interim financial report should be read in conjunction with the audited financial statements of the Group and the Company for the financial year ended 31 December 2014 and the accompanying explanatory notes attached to this interim financial report.

A2. Changes in Accounting policies

A2.1 Adoption of Standards, Amendments and Interpretations

The significant accounting policies adopted in the preparation of these interim financial statements are consistent with those of the audited financial statements for the year ended 31 December 2014, except for the adoption of the following Standards, Amendments and Interpretations from 1 January 2015:

MFRS/Amendment/Interpretation	Effective date
• Amendments to MFRS 1, <i>First-time Adoption of Malaysian Financial Reporting Standards (Annual Improvements to MFRSs 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 2, <i>Share-based Payment (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 3, <i>Business Combinations (Annual Improvements to MFRSs 2010-2012 Cycle and 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 8, <i>Operating Segments (Annual Improvements to MFRSs 2010-2012 cycle)</i>	1 July 2014
• Amendments to MFRS 13, <i>Fair Value Measurement (Annual Improvements to MFRSs 2010-2012 Cycle and 2011-2013 Cycle)</i>	1 July 2014
• Amendments to MFRS 116, <i>Property, Plant and Equipment (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 119, <i>Employee Benefits – Defined Benefit Plans: Employee Contributions</i>	1 July 2014
• Amendments to MFRS 124, <i>Related Party Disclosures (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 138, <i>Intangible Assets (Annual Improvements to MFRSs 2010-2012 Cycle)</i>	1 July 2014
• Amendments to MFRS 140, <i>Investment Property (Annual Improvements to MFRSs 2011-2013 Cycle)</i>	1 July 2014

The adoption of the above Standards, Amendments and Interpretations does not have a material impact on the financial statements of the Group and the Company.



A2.2 Standards, Amendments and Interpretations issued but not yet effective

• MFRS 14, <i>Regulatory Deferral Accounts</i>	1 January 2016
• Amendments to MFRS 116, <i>Property, Plant and Equipment</i> and MFRS 138, <i>Intangible Assets- Clarification of Acceptable Methods of Depreciation and Amortisation</i>	1 January 2016
• Amendments to MFRS 11: <i>Joint Arrangements-Accounting for Acquisitions of Interests in Joint Operations</i>	1 January 2016
• Amendments to MFRS 5, <i>Non-current Assets Held for Sale and Discontinued Operations (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 7, <i>Financial Instruments: Disclosures – (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 10, <i>Consolidated Financial Statements</i> and MFRS 128, <i>Investment in Associates and Joint Ventures – Sales or Contribution of Assets Between an Investor and its Associate or Joint Venture</i>	1 January 2016
• Amendments to MFRS 10, <i>Consolidated Financial Statements</i> , MFRS 12, <i>Disclosure of interests in Other Entities</i> and MFRS 128, <i>Investments in Associates and Joint Ventures-Investment Entities: Applying the Consolidation Exception</i>	1 January 2016
• Amendments to MFRS 101, <i>Presentation of Financial Statements-Disclosure Initiative</i>	1 January 2016
• Amendments to MFRS 116, <i>Property, Plant and Equipment</i> and MFRS 141, <i>Agriculture – Agriculture: Bearer Plants</i>	1 January 2016
• Amendments to MFRS 119, <i>Employee Benefits (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• Amendments to MFRS 127, <i>Equity Method in Separate Financial Statements</i>	1 January 2016
• Amendments to MFRS 134, <i>Interim Financial Reporting (Annual Improvements to MFRSs 2012-2014 Cycle)</i>	1 January 2016
• MFRS 15, <i>Revenue from Contracts with Customers</i>	1 January 2018
• MFRS 9, <i>Financial Instruments (2014)</i>	1 January 2018
• Amendments to MFRS 7, <i>Financial Instruments: Disclosures – Mandatory Effective Date of MFRS 9 and Transition Disclosures</i>	1 January 2018

The Group plans to apply:

- from the annual period beginning on 1 January 2016 for those accounting standards, amendments or interpretations that are effective for annual periods beginning on or after 1 January 2016, except for Amendments to MFRS 5, Amendments to MFRS 11, Amendments to MFRS 138, Amendments to MFRS 141 and MFRS 14 which are assessed as presently not applicable to the Group.
- from the annual period beginning on 1 January 2018 for MFRS 15, MFRS 9 and Amendments for MFRS 7 which are both effective for annual period beginning on or after 1 January 2018

The initial application of the above accounting standards, amendments or interpretations are not expected to have any material financial impacts to the financial statements for current and prior period financial statements of the Group.

A3. Auditors' report

There was no qualification on the audited financial statements of the Group and of the Company for the financial year ended 31 December 2014.

**A4. Profit for the period**

	Current quarter ended 30-Sep-15 RM'000	Current year-to-date 30-Sep-15 RM'000
Profit for the period is arrived at after charging:		
Depreciation of property, plant and equipment	29,453	52,035
Net foreign exchange loss	9,200	9,209

and after crediting:

Net foreign exchange gain	7	-
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No write down/off of inventories, gain or loss on derivatives or material exceptional items are included in the profit of the Group for the period under review or for the comparative period.

A5. Seasonal or cyclical factors

Seasonality due to weather is not foreseen to affect the Group's vessel chartering operations. However, the offshore topside maintenance operations is normally affected by bad weather at the beginning and the end of the year and this factor has been taken into consideration in the Group's annual business plan.

A6. Items of unusual nature and amount

There were no items affecting the assets, liabilities, equity, net income or cash flows of the Group that are unusual because of their nature, size or incidence for the current quarter.

A7. Material changes in estimates

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

A8. Issuances, cancellations, repurchase, resale and repayments of debt and equity securities

There were no issuance and repayments of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current quarter.

A9. Dividend paid

An interim dividend, in respect of the financial year ended 31 December 2014, of 3.5 sen per ordinary share tax exempt amounting to RM30,698,497.75 was declared on 25 February 2015 and paid to shareholders on 14 April 2015.



A11. Valuation of property, plant and equipment

The property, plant and equipment of the Group have been brought forward without amendment from their previous annual financial statements.

A12. Capital commitments

Capital commitments as at end of the current quarter are as follows:-

Approved and contracted for

Construction of offices and warehouses in Labuan	13,944
Purchase of property, plant and equipment	298,906 *
	<hr/>
	312,850
	<hr/>

* Financed by borrowings

A13. Material events subsequent to the end of period reported

There are no material events subsequent to the end of the current quarter and current period up to 18 November 2015 (not earlier than 7 days from the date of announcement of this interim financial report) that have not been reflected in the financial statements for the current quarter.

A14. Changes in composition of the group

As at 24 July 2015, the Company held in total approximately 51.2% of the voting shares of PPB, thus making PPB a subsidiary of the Company.

Except for the above, there were no changes in the composition of the Group.

A15. Contingent Liabilities and Contingent Assets

There were no contingent liabilities or contingent assets that had arisen since the last financial year end.

**A16. Significant related party transactions**

The Group entered into the following transactions with related parties, in addition to compensations to Directors and other Key Management personnel, during the current quarter:-

Transactions with Directors and a company in which certain Directors have substantial financial interests:-	Nature	Amount for 9 months ended 30 September 2015	Unsettled balance as at 30 September 2015
		RM'000	RM'000
Ling Suk Kiong and Joe Ling Siew Loung @ Lin Shou Long	Rental of open yard fabrication facilities with workshop, warehouse and office in Labuan	540	-
Ling Suk Kiong and his spouse Wong Siew Hong	Rental of office in Miri	27	-
Kunci Prima Sdn Bhd (Directors and shareholders are Tengku Yusof Bin Tengku Ahmad Shahrudin, Joe Ling Siew Loung @ Lin Shou Long, Ling Suk Kiong and his spouse Wong Siew Hong)	Rental of office in Miri	558	-
Kunci Prima Sdn Bhd	Rental of office in Petaling Jaya	597	-
Kunci Prima Sdn Bhd	Rental of office in Kuala Baram	241	-
		<hr/>	
		1,963	-
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In the opinion of the directors, the above transactions have been entered into in the ordinary course of business and have been established under terms no less favourable than those transacted with unrelated parties.

**B ADDITIONAL INFORMATION REQUIRED BY BURSA SECURITIES' LISTING REQUIREMENTS****B1. Review of performance of the Company and its principal subsidiaries****B1.1 The Group's performance for the quarter under review versus the corresponding quarter of the previous financial year is tabled below:**

	Current Quarter ended	Corresponding Quarter ended	Variance	
	30-Sep-15 RM'000	30-Sep-14 RM'000	RM'000	%
Revenue	192,420	236,286	(43,866)	(19)
Profit before tax (excluding fair value gain and share of results of an associate)	15,242	63,722	(48,480)	(76)
Share of results of an associate	(5,143)	6,618	(11,761)	(178)
Fair value gain from re-measurement of equity interest held in an associate at acquisition date (fair value gain)	82,099	-	82,099	
Profit before tax	92,198	70,340	21,858	31
Profit for the period	83,008	58,015	24,993	43
Other comprehensive income/(loss), net of tax	-	2,505	(2,505)	
Total comprehensive income for the period attributable to owners of the Company	83,008	60,520	22,488	37

Comparatively, the Group's revenue for the current quarter ended 30 September 2015 decreased by 19% while profit before tax (excluding share of results of an associate and fair value gain) for the current quarter decreased by 76% when compared to the corresponding quarter ended 30 September 2015. The lower revenue in the current quarter as compared to the corresponding quarter is mainly due to lower vessel utilisation and lower value of work orders received and performed in the current quarter.

Whilst revenue decreased by RM43.9 million ie 19%, profit before tax (excluding share of results of an associate and fair value gain) for the current quarter decreased by RM48.5 million ie. 76%.

The Group's subsidiary company, Perdana Petroleum Berhad, contributed a loss of approximately RM23.4 million for the current quarter primarily due to lower vessel utilisation rate and realized and unrealized foreign exchange loss of RM6.2 million and RM3.0 million respectively.

The fair value gain of RM82,098,885 is occasioned by the re-measurement of the equity interest held in Perdana Petroleum Bhd (PPB) on 1 July 2015 to fair value.

In the opinion of the Directors, the results for the current quarter have not been affected by any transactions or events of a material nature which have arisen between 31 December 2014 and the date of this report.

**B1.2 The Group's performance for the current financial year under review versus the previous financial year is tabled below:**

	Cummulative year-to-date 30-Sep-15 RM'000	Corresponding year-to-date 30-Sep-14 RM'000	Variance RM'000	%
Revenue	556,904	635,331	(78,427)	(12)
Profit before tax (excluding share of results of an associate and fair value gain)	108,317	162,755	(54,438)	(33)
Share of results of an associate	(6,387)	17,946	(24,333)	(136)
Fair value gain from re-measurement of equity interest held in an associate at acquisition date (fair value gain)	82,099	-	82,099	
Profit before tax	184,029	180,701	3,328	2
Profit for the period	152,745	147,374	5,371	4
Other comprehensive income/(loss), net of tax	15,171	(537)	15,708	(2,925)
Total comprehensive income for the period attributable to owners of the Company	167,916	146,837	21,079	14

Revenue decreased by 12% from RM635.3 million in the previous corresponding period to RM556.9 million in the current period. The lower revenue in the current period as compared to the corresponding period is mainly due to lower vessel utilisation rate and work order received and performed in the current period.

The profit before tax (excluding share of results of an associate and fair value gain) decreased by 33% from RM162.7 million to RM108.3 million due to lower vessel utilisation rate and profit margin contribution from work orders performed as compared to the corresponding period.

The fair value gain of RM82,098,885 is occasioned by the re-measurement of the equity interest held in Perdana Petroleum Bhd (PPB) on 1 July 2015 to fair value.

**B2. Material changes in the quarterly results compared to the results of the preceding quarter**

	Current Quarter ended 30-Sep-15 RM'000	Preceding Quarter ended 30-Jun-15 RM'000	Variance RM'000	%
Revenue	192,420	174,434	17,986	10
Profit before tax (excluding share of results of an associate and fair value gain)	15,242	49,811	(34,569)	(69)
Share of results of an associate	(5,143)	(3,729)	(1,414)	38
Fair value gain from re-measurement of equity interest held in an associate at acquisition date (fair value gain)	82,099	-	82,099	
Profit before tax	92,198	46,082	46,116	100

In the current quarter, the Group's revenue was 10% higher as compared to the preceding quarter while the profit before tax (excluding share of results of an associate and fair value gain) was 69% lower as compared to the preceding quarter.

The higher revenue of RM192.4 million for the current quarter as compared to RM174.4 million for the preceding quarter is mainly due to consolidation of Perdana Petroleum Bhd's external revenue from acquisition date 24 July 2015.

Whilst revenue increased by RM18.0 million ie. 10%, profit before tax (excluding share of results of an associate and fair value gain) decreased by RM34.6 million ie. 69% mainly due to losses incurred by Perdana Petroleum Bhd for the periods under consolidation.

The Group's subsidiary, Perdana Petroleum Berhad contributed a loss of approximately RM23.4 million in the current quarter as a result of lower vessel utilisation rate and realised and unrealised foreign exchange loss of RM6.2 million and RM3.0 million respectively.

B3. Prospects for the remaining quarter of 2015

The Group anticipates a challenging operating business environment for the remaining quarter of 2015. The global economic uncertainties, prolonged down cycle of oil price and the depreciation of our currency, oil majors have taken measures to reduce their operating expenditure as well as capital expenditure.

The Group secured a contract for the Provision of Facilities Improvement Project (FIP) for Petronas Carigali Sdn Bhd for a period of 2 years. The contract was awarded in June 2015 and is valued at approximately RM250.0 million. The Group has of to date call out contracts estimated at about RM4.1 billion (including Perdana Group) to last at least until 2018 and an outstanding tender book of approximately RM650.0 million. The Board of Directors is cautiously confident that we will prevail through this difficult time.

The Directors will continue to exercise due care and prudence in the running and administration of the Company's business and in ensuring that shareholders' values be sustained and enhanced.

B4. Profit forecast and profit guarantee

There was no profit guarantee issued by the Group.

**B5. Income tax expense**

	Current quarter ended 30-Sep-15 RM'000	Current year-to-date 30-Sep-15 RM'000
Malaysian income tax	9,190	31,284
Income tax expense	<u>9,190</u>	<u>31,284</u>

The lower effective tax rate applicable to the Group for the current quarter was mainly due to exemption from income tax under Section 54A of the Income Tax Act, 1967, in respect of revenue derived from the charter of some marine vessels by a subsidiary.

B6. Profit from sale of unquoted investments and/or properties

There were no disposals of unquoted investments and properties for the current quarter.

B7. Quoted securities**Movement in unit trusts:**

	Current quarter ended 30-Sep-15 RM'000	Cummulative Year-to-date 30-Sep-15 RM'000
At beginning of the period	1,422	76,502
Change in fair value	35	1,318
Addition	-	10,000
Redemption	-	(86,363)
At end of the period	<u>1,457</u>	<u>1,457</u>
Market value	<u>1,457</u>	<u>1,457</u>



B8. Status of corporate proposal

The Company has also announced its proposal to undertake the mandatory general offer (MGO) for all the remaining PPB shares not already owned after the proposed acquisition for a cash consideration of RM1.55 per PPB share and all the remaining PPB warrants not already owned for a cash consideration of RM0.84 per PPB warrant (“proposed MGO”)

The offer has closed on 13 August 2015. The level of acceptance of the offered securities were as follows:-

	Shares		Warrants	
	No. of Shares (‘000)	%	No. of Warrants (‘000)	%
Paid-up capital	748,489	100.00%	30,628	100.00%
Total no. of shares/warrants owned by the Company	709,573	94.80%	27,904	91.11%
Total no. of shares/warrants not owned by the Company	38,916	5.20%	2,724	8.89%

In view of the level of acceptances as at the closing date, a notice was issued in accordance with subsection 223(2) of the CMSA to holders of PPB shares who have not accepted the offer informing them that they may exercise their rights to require Dayang to acquire the PPB shares held by them on the same terms as the MGO . This offer closed on 21 November 2015.

The level of acceptance of the offered securities as at 18 November 2015 were as follows:-

	Shares		Warrants	
	No. of Shares (‘000)	%	No. of Warrants (‘000)	%
Paid-up capital	778,471	100.00%	645	100.00%
Total no. of shares owned by the Company	761,782	97.86%	-	0.00%
Total no. of shares/warrants not owned by the Company	16,689	2.14%	645	100.00%

Save as disclosed above , there was no corporate proposal announced or not completed by the Group as at the latest practicable date of 18 November 2015.



B9. Status of utilisation of proceeds

Proceeds from placement shares

	Proposed utilisation	Actual utilisation	Intended time frame for utilisation	Remark
	RM'000	RM'000		RM'000
Working capital and/or potential investment project(s)	170,677	170,677	Within 2 years from receipt of funds	- Fully utilised
Estimated expenses for placement share issue	4,900	4,900	Upon completion of the private placement	- Fully utilised
	175,577	175,577		-

B10. Group borrowings and debt securities

Total Group's borrowings as at 30 September 2015 were as follows:

	RM'000
Short term borrowings-secured	
Revolving credit	50,000
Term loan	212,859
	262,859
Long term borrowings-secured	
Term loan	1,269,335
	1,269,335
Total	1,532,194

There are borrowings in US Dollars equivalent to RM730.0 million

B11. Material litigation

As at 18 November 2015, (not earlier than 7 days from the date of announcement of this interim financial report), our Group is not engaged in any material litigation, claims or arbitration either as plaintiff or defendant except for the following:

Perdana Petroleum Bhd (PPB) had on 22 June 2011 filed a suit in the High court against Tengku Dato' Ibrahim Petra Bin Tengku Indra Petra, Wong Fook Heng, Tiong Young Kong, Lee Mee Jiong, TA Securities Holdings Bhd, Yap Hock Heng and TA First Credit Sdn Bhd to claim for losses and damages suffered by the Company in respect of, inter alia, the divestment of 10,500,000 ordinary shares of RM0.50 each in Petra Energy Bhd (PEB) by PBB to the parties on 10 September 2009 and the divestment of 48,800,000 ordinary shares of RM0.50 each in PEB by PPB as conducted by TA Securities Holdings Bhd and Yap Hock Heng on 11 December 2009.

This suit is mounted on several causes of action, including breaches of fiduciary and statutory duties, accessory liability and conspiracy and the Company is seeking from the High Court, various declaratory reliefs, damages (general and/or fiduciary and/or aggravated) to be assessed, interest, account and disbursement and costs.



B11. Material litigation (continued)

On 7 September 2012, the Company filed notices of discontinuance pursuant to a negotiated settlement with TASB, Yap Hock Heng and TAFC, with no admission of liability and with no liberty to file afresh. In this connection, TASB had also agreed to discontinue their suit against the Company in relation to a claim of approximately RM2.796 million as placement fees due to them (“TASB Suit”) with no admission of liability and with no liberty to file afresh. With the discontinuance of the TASB Suit, the Company has reversed the provisions made earlier.

The trial at the High Court ended on 26 April 2013 and oral submissions by respective counsels were made on 21 November 2013 and 28 November 2013. On 21 March 2014, the Company announced that the High Court gave its decision that the Company was unsuccessful in the Suit. On 17 April 2014, the Company filed a Notice of Appeal to the Court of Appeal on the decision of the Suit.

On 9 September 2014, the Company announced that the High Court has made a decision on costs and ordered PPB to pay the Defendant Parties, a total cost of RM841,731. The High Court has also ordered Tengku Dato’ Ibrahim Petra bin Tengku Indra Petra to pay PPB the sum of RM192,780 with post judgement interest calculated at 5% per annum starting from 22 March 2014 (“Judgement Sum”). The earnings of the Group for the quarter ending 31 December 2014 was reduced by the differential sum of the total cost payable and the judgement sum receivable.

On 24 September 2014, the Company announced that the Court of Appeal has fixed the hearing of the Appeal on 2 December 2014. This was subsequently adjourned and fixed to be heard on 11 March 2015.

The Appeal was heard on 11 March 2015 and 25 March 2015.

On 25 August 2015, the Company announced that the Court of Appeal has made the following judgements:-

- (a) PPB's appeal is allowed with costs against Tengku Dato’ Ibrahim Petra bin Tengku Indra Petra, Wong Fook Heng and Tiong Young Kong;
- (b) PPB's appeal is dismissed with costs against Lee Mee Jiong; and
- (c) Tengku Dato’ Ibrahim Petra bin Tengku Indra Petra's cross appeal is dismissed with costs.

On 25 September 2015, the Company had on 23 September 2015 received the Notices of Motion from the solicitors of Tengku Dato’ Ibrahim bin Tengku Indra Petra and Wong Fook Heng & Tiong Young Kong respectively, to apply for leave to appeal to the Federal Court against the decision of the Court of Appeal on 25 August 2015.

**B12. Dividend**

No dividend was proposed or declared during the quarter under review.

Total dividends paid during the respective financial years are as follows:

	Sen per share (net)	Total amount RM'000	Date of payment
<u>2015</u>			
Second interim 2014 ordinary (single-tier)	3.50	<u>30,699</u>	14-Apr-15
<u>2014</u>			
First interim 2014 ordinary (single-tier)	3.50	28,875	10-Oct-14
Second interim 2013 ordinary (single-tier)	3.50	<u>28,875</u>	16-Apr-14
		<u>57,750</u>	

B13. Earnings per share

Basic Earnings Per Share	Current Quarter Ended 30-Sep-15	Corresponding Quarter Ended 30-Sep-14	Cumulative Period Ended 30-Sep-15	Corresponding Period Ended 30-Sep-14
Profit for the period attributable to Owners of the Company (RM'000)	85,953	58,015	155,690	147,374
Weighted average number of ordinary shares in issue ('000)	877,100	825,000	877,100	825,000
Basic earnings per share (sen)	9.80	7.03	17.75	17.86



B14. Retained earnings

The breakdown of retained earnings of the Group as at reporting date, into realised and unrealised is as follows:

	As at 30-Sep-15 RM'000	As at 31-Dec-14 RM'000
Total retained earnings of the Company and its subsidiaries		
Realised	502,367	380,568
Unrealised	(8,186)	(8,432)
Total retained earnings as per consolidated accounts	494,181	372,136

The determination of realised and unrealised profits is based on the Guidance of Special Matter No. 1, *Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements*, issued by the Malaysian Institute of Accountants on 20 December 2010.

B15. Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors on 27 November 2015.