

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER  
ENDED 31 MARCH 2015**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE PERIOD	
	CURRENT YEAR QUARTER 31-MAR-15 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 31-MAR-14 RM'000	CURRENT YEAR TO DATE 31-MAR-15 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 31-MAR-14 RM'000
<b>Continuing Operations</b>				
Revenue	165,226	366,406	165,226	366,406
Operating expenses	(178,129)	(329,423)	(178,129)	(329,423)
(Loss)/profit from operations	<u>(12,903)</u>	<u>36,983</u>	<u>(12,903)</u>	<u>36,983</u>
Interest income	1,377	1,693	1,377	1,693
Other income	1,305	705	1,305	705
Foreign exchange gain / (loss)	-	(176)	-	(176)
Depreciation and amortization	(3,900)	(3,332)	(3,900)	(3,332)
Interest expense	(3,599)	(2,950)	(3,599)	(2,950)
ESOS expense	(263)	(898)	(263)	(898)
Share of results of associates	(457)	(262)	(457)	(262)
(Loss)/profit before tax	<u>(18,440)</u>	<u>31,763</u>	<u>(18,440)</u>	<u>31,763</u>
Income tax expense	(485)	(6,139)	(485)	(6,139)
(Loss)/profit from continuing operations	<u>(18,925)</u>	<u>25,624</u>	<u>(18,925)</u>	<u>25,624</u>
<b>Other comprehensive income:</b>				
Currency translation difference	1,942	(413)	1,942	(413)
Taxation 25%	-	-	-	-
Currency translation difference, net of 25% tax	<u>1,942</u>	<u>(413)</u>	<u>1,942</u>	<u>(413)</u>
Total comprehensive (expense)/income	<u>(16,983)</u>	<u>25,211</u>	<u>(16,983)</u>	<u>25,211</u>
<b>Attributable to:</b>				
Equity holders of the Company	(19,661)	25,055	(19,661)	25,055
Non-controlling interest	736	569	736	569
	<u>(18,925)</u>	<u>25,624</u>	<u>(18,925)</u>	<u>25,624</u>
<b>Earning per share (EPS) attributable to equity holders of the Company:</b>				
Basic EPS (sen)	<u>(3.65)</u>	<u>4.61</u>	<u>(3.65)</u>	<u>4.61</u>
Diluted EPS (sen)	<u>(3.51)</u>	<u>4.48</u>	<u>(3.51)</u>	<u>4.48</u>

**Note :**

The unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2014.

The Basic EPS for both current and corresponding periods have been calculated based on weighted average of 537,949,866 and 543,358,399 ordinary shares of RM0.20 each respectively.



**MUDAJAYA GROUP BERHAD**  
(Incorporated in Malaysia – 605539-H)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2015**  
(The figures have not been audited)

	AS AT 31-MAR-15 RM'000	AS AT 31-DEC-14 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	137,002	140,573
Investment properties	47,326	47,581
Intangible assets	12,393	12,393
Investment in associates	690,232	690,690
Other investments	542	542
Deferred tax asset	364	364
	<u>887,859</u>	<u>892,143</u>
<b>Current assets</b>		
Inventories	7,470	6,374
Property development costs	61,780	61,172
Trade and other receivables	367,102	341,427
Other current assets	472,822	402,284
Tax recoverable	14,175	11,266
Cash and cash equivalents	117,352	137,702
	<u>1,040,701</u>	<u>960,225</u>
<b>TOTAL ASSETS</b>	<b><u>1,928,560</u></b>	<b><u>1,852,368</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>Capital and reserves</b>		
Share capital	110,483	110,483
Reserves	973,590	991,046
	<u>1,084,073</u>	<u>1,101,529</u>
Equity attributable to owners of the Company	1,084,073	1,101,529
Non-controlling interests	(16,323)	(15,859)
<b>Total equity</b>	<b><u>1,067,750</u></b>	<b><u>1,085,670</u></b>
<b>Non-current liabilities</b>		
Deferred tax liabilities	1,806	2,172
Borrowings	406,989	406,989
Refundable deposits	5,504	1,716
	<u>414,299</u>	<u>410,877</u>
<b>Current liabilities</b>		
Trade and other payables	364,896	328,459
Amount due to customers on contracts	22,068	21,299
Borrowings	59,547	6,063
	<u>446,511</u>	<u>355,821</u>
<b>Total liabilities</b>	<b><u>860,810</u></b>	<b><u>766,698</u></b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>1,928,560</u></b>	<b><u>1,852,368</u></b>
Net assets per share attributable to ordinary equity holders of the Company (RM)	<u>2.01</u>	<u>2.04</u>

Note :

The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2014.

The Net Assets Per Share for both current and corresponding periods have been calculated based on 552,418,466 ordinary shares of RM0.20 each less treasury shares respectively.

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

<-----Attributable to Equity Holders of the Company ----->

	Share Capital RM'000	Share Premium RM'000	Capital Reserve RM'000	ESOS Reserve RM'000	Foreign Currency Translation Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Total RM'000	Non - Controlling Interests RM'000	Total Equity RM'000
<b>At 1 January 2015</b>	110,483	221,739	4,900	23,759	(23,630)	(34,688)	798,966	1,101,529	(15,859)	1,085,670
Total comprehensive income	-	-	-	-	1,942	-	(19,661)	(17,719)	736	(16,983)
Grant of equity-settled share options to employees	-	-	-	263	-	-	-	263	-	263
Dividend paid to non-controlling interests	-	-	-	-	-	-	-	-	(1,200)	(1,200)
	-	-	-	263	-	-	-	263	(1,200)	(937)
<b>At 31 March 2015</b>	<b>110,483</b>	<b>221,739</b>	<b>4,900</b>	<b>24,022</b>	<b>(21,688)</b>	<b>(34,688)</b>	<b>779,305</b>	<b>1,084,073</b>	<b>(16,323)</b>	<b>1,067,750</b>
<b>At 1 January 2014</b>	110,342	219,819	4,900	20,897	(25,054)	(22,705)	901,684	1,209,883	(18,076)	1,191,807
Total comprehensive income	-	-	-	-	(413)	-	25,055	24,642	569	25,211
Grant of equity-settled share options to employees	-	-	-	893	-	-	-	893	-	893
Esos exercised	98	1,322	-	(492)	-	-	-	928	-	928
Purchase of treasury shares	-	-	-	-	-	(3,227)	-	(3,227)	-	(3,227)
Third interim dividend under accrued – financial year ended 31/12/2013	-	-	-	-	-	-	(43)	(43)	-	(43)
First interim dividend – financial year ended 31/12/2014	-	-	-	-	-	-	(16,251)	(16,251)	-	(16,251)
	98	1,322	-	401	-	(3,227)	(16,294)	(17,700)	-	(17,700)
<b>At 31 March 2014</b>	<b>110,440</b>	<b>221,141</b>	<b>4,900</b>	<b>21,298</b>	<b>(25,467)</b>	<b>(25,932)</b>	<b>910,445</b>	<b>1,216,825</b>	<b>(17,507)</b>	<b>1,199,318</b>

**CONDENSED CONSOLIDATED CASH FLOW STATEMENT FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

(The figures have not been audited)

	<b>3 MONTHS ENDED 31-MAR-15 RM'000</b>	<b>3 MONTHS ENDED 31-MAR-14 RM'000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	(18,440)	31,763
Adjustments for:		
Depreciation of property, plant and equipment	3,900	3,332
Interest income	(1,377)	(1,693)
Interest expense	3,599	2,950
Share of results of associated company	457	262
Gain on disposal of property, plant and equipment	(219)	(9)
ESOS expenses	263	898
Unrealised loss on foreign exchange	-	176
Operating profit before working capital changes	<u>(11,817)</u>	<u>37,679</u>
Changes in working capital:		
Trade and other receivables	(94,321)	(98,890)
Property development costs	(608)	(2,995)
Inventories	(1,096)	112
Trade and other payables	40,991	(23,728)
Cash used in operations	<u>(66,851)</u>	<u>(87,822)</u>
Interest paid	(3,599)	-
Taxes paid	(3,577)	(6,410)
Taxes refunded	-	1,634
Net cash used in operating activities	<u>(74,027)</u>	<u>(92,598)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(472)	(23,270)
Investment in associates	-	(13,549)
Interest received	1,377	1,693
Proceeds from disposal of property, plant and equipment	487	13
Net cash generated from/(used in) investing activities	<u>1,392</u>	<u>(35,113)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Purchase of treasury shares	-	(3,227)
Dividend paid	(1,200)	(16,286)
Proceed from borrowings	55,000	386,498
Repayment of borrowings	(1,515)	-
Expenses related to ESOS	-	(5)
Proceed from ESOS exercised	-	928
Net cash generated from financing activities	<u>52,285</u>	<u>367,908</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	<u>(20,350)</u>	<u>240,197</u>
<b>CASH AND CASH EQUIVALENTS AS AT 1 JANUARY 2015 / 2014</b>	<u>137,702</u>	<u>67,628</u>
<b>CASH AND CASH EQUIVALENTS AS AT 31 MARCH 2015 / 2014</b>	<u><u>117,352</u></u>	<u><u>307,825</u></u>

Note :

The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Annual Audited Financial Statements for the year ended 31 December 2014.



**QUARTERLY REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2015**

**NOTES (In compliance with FRS 134)**

**1. BASIS OF PREPARATION**

The interim financial report is unaudited and has been prepared in accordance with FRS 134, Interim Financial Reporting and Paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad (“BMSB”). The interim financial report should be read in conjunction with the Company’s annual audited financial statements for the year ended 31 December 2014.

The accounting policies and methods of computation adopted by the Group in this report are consistent with those adopted in the annual audited financial statements for the year ended 31 December 2014.

**Malaysian Financial Reporting Standards (MFRS) Framework**

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, the MFRS Framework.

The MFRS Framework is to be applied by all Entities other than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of MFRS 141 *Agriculture* (MFRS 141) and IC Interpretation 15 *Agreements for Construction of Real Estate* (IC 15), including its parent, significant investor and venture (herein called ‘Transitioning Entities’).

Transitioning Entities will be allowed to defer adoption of the MFRS Framework. Consequently, adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual period 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 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 earnings.

The change of the financial reporting framework is not expected to have any significant impact on the financial position and performance of the Group and the Company.



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**2. AUDIT REPORT OF PRECEDING ANNUAL FINANCIAL STATEMENTS**

The audit report on the financial statements for the year ended 31 December 2014 was not subject to any qualification.

**3. SEASONALITY OR CYCLICALITY OF OPERATIONS**

The businesses of the Group are generally subject to cyclical changes of the general Malaysian economy.

**4. EXCEPTIONAL OR EXTRAORDINARY ITEMS**

There were no exceptional or extraordinary items for the current period.

**5. CHANGES IN ESTIMATES**

There were no changes in estimates of amount reported in previous financial year that have a material effect in the current quarter.

**6. DEBTS AND EQUITY SECURITIES**

As at 31 March 2015, 14,018,300 ordinary shares of RM0.20 each were still retained as treasury shares in the Company. There was no purchase of share in the market during the current quarter ended 31 March 2015.

There were no new ordinary shares issued under the Employees' Share Option Scheme ("ESOS") for the current quarter ended 31 March 2015. As at 31 March 2015, a total of 4,102,000 new ordinary shares of RM0.20 each have been issued under the ESOS.

**7. DIVIDENDS PAID DURING THE PERIOD**

There were no dividends paid during the current quarter ended 31 March 2015.



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**8. SEGMENTAL INFORMATION**

The segmental analysis for the Group is as follows:-

	<b>3 MONTHS ENDED 31 MAR 15 RM'000</b>	<b>3 MONTHS ENDED 31 MAR 14 RM'000</b>
<b>REVENUE :</b>		
Construction	140,868	341,534
Property development	9,374	11,772
Power	3,258	1,354
Others	15,293	40,934
	<u>168,793</u>	<u>395,594</u>
Elimination of inter segment sales	(3,567)	(29,188)
Total Revenue	<u><u>165,226</u></u>	<u><u>366,406</u></u>
<b>RESULTS :</b>		
Construction	(14,982)	32,245
Property development	1,722	3,480
Power	1,283	622
Others	379	1,341
	<u>(11,598)</u>	<u>37,688</u>
Interest income	1,377	1,693
Foreign exchange gain/(loss)	-	(176)
Interest expense	(3,599)	(2,950)
Depreciation and amortization	(3,900)	(3,332)
ESOS expenses	(263)	(898)
Share of result of associates	(457)	(262)
	<u>(18,440)</u>	<u>31,763</u>
Income tax expenses	(485)	(6,139)
(Loss)/profit from continuing operations	<u><u>(18,925)</u></u>	<u><u>25,624</u></u>

**9. VALUATION OF PROPERTY, PLANT AND EQUIPMENT**

The carrying amount of the property, plant and equipment is at cost less depreciation and impairment losses.

**10. SUBSEQUENT EVENTS**

There were no material events subsequent to the current quarter.



## 11. CHANGES IN COMPOSITION OF THE GROUP

On 6 March 2015, Mudajaya Power International Sdn Bhd, a wholly-owned subsidiary of Mudajaya Corporation Berhad, which in turn is a wholly-owned subsidiary of the Company, acquired 46% shareholdings in PT Harmoni Energy Indonesia (“PT HEI”). PT HEI is a power producing company that is developing a 2x7MW coal-fired power plant at Baruta, Indonesia.

## 12. CONTINGENT LIABILITIES

There were no contingent liabilities as at the end of the current quarter.

### **NOTES (Pursuant to paragraph 9.22 of the Listing Requirements of BMSB)**

## 13. REVIEW OF PERFORMANCE

The Group reported revenue of RM165.2 million and loss before tax (“LBT”) of RM18.4 million for the three months period ended 31 March 2015, as compared to revenue of RM366.4 million and profit before tax (“PBT”) of RM31.8 million respectively for the previous corresponding period.

The changes in revenue and PBT were attributable to the following segments of the Group:-

Construction segment : This segment reported revenue and LBT of RM137.3 million and RM21.8 million for the three months period ended 31 March 2015 as compared to the previous corresponding period of RM312.3 million and PBT of RM26.3 million respectively. The lower revenue of the Group in this period was due to completion or nearing completion of several of the existing projects.

Property development segment : This segment reported revenue and PBT of RM9.4 million and RM1.7 million for the three months period ended 31 March 2015 as compared to revenue of RM11.8 million and RM3.5 million in the previous corresponding period. The decrease in revenue and PBT were mainly due to lower sales and sales of lower profit margin properties in the current period.

Power segment : The segment reported revenue and PBT of RM3.3 million and RM1.3 million for the three months period ended 31 March 2015 as compared to the previous corresponding period of RM1.3 million and RM0.6 million respectively. The increase in revenue and PBT were due to the results for the current quarter was derived from the full completion of the 10MW solar energy generating plant at Gebeng, Pahang.

Others segment : This segment comprises the manufacturing and trading divisions of the Group. This segment reported revenue and PBT of RM15.3 million and RM0.3 million for the three months period ended 31 March 2015 as compared to RM40.9 million and RM1.3 million in the previous corresponding period. This was mainly due to lower volume of manufacturing and trading activities in the current period.





#### **14. COMPARISON WITH PRECEDING QUARTER'S REPORT**

The Group reported revenue of RM165.2 million and loss before tax (“LBT”) of RM18.4 million for the current quarter ended 31 March 2015, as compared to RM196.7 million and loss before tax (“LBT”) of RM109.4 million respectively for the preceding quarter.

The changes in revenue and PBT were mainly attributable to the following segments of the Group:-

Construction segment : This segment reported revenue and LBT of RM137.3 million and RM21.8 million for the current quarter as compared to the revenue of RM161.1 million and LBT of RM113.3 million for the preceding quarter respectively. The lower revenue of the Group in this quarter was due to completion or nearing completion of several of the existing projects.

Property development segment : This segment reported revenue and PBT of RM9.4 million and RM1.7 million respectively for the current quarter as compared to revenue of RM15.8 million and PBT of RM4.2 million in the preceding quarter. The decrease in revenue and PBT were mainly due to lower sales and sales of lower profit margin properties in the current quarter.

Power segment : The segment reported revenue and PBT of RM3.3 million and RM1.3 million for the three months period ended 31 March 2015 respectively as compared to the preceding quarter of RM2.4 million and a loss before tax of RM1.3 million. The preceding quarter revenue was lower due to adjustments made in relation to over-recognition of revenue in previous quarters.

Others segment : This segment comprises the manufacturing and trading divisions of the Group. This segment reported revenue and PBT of RM15.3 million and RM0.3 million for the three months period ended 31 March 2015 as compared to RM22.9 million and RM1.1 million in the preceding quarter. This was mainly due to lower volume of manufacturing and trading activities in the current quarter.

#### **15. PROSPECTS**

The construction sector in Malaysia continues to look promising in the coming years due to the expectation of an on-going stream of mega-infrastructure projects to be launched by the Government and the private sector including Mass Rapid Transit Line 2 & Line 3, new power plants, highways, infrastructure projects and Private Financing Initiative projects. The Group is confident and well-placed to benefit from some of these proposed projects.

Apart from the local projects, the Group also evaluates investment opportunities in the Asean region particularly in the conventional and renewable energy power sectors. The Group is also bidding for a number of coal-fired power plant projects in the region which may provide opportunities for the Group to participate in the Equipment Procurement contracts for some of the projects.

It is the Group's strategy to continue building up its assets that can also generate recurring income whilst construction and property development will remain its main revenue sources for the foreseeable future. Moving forward, the Group also plans to expand on its property development & precast concrete manufacturing businesses.



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**16. VARIANCE ON PROFIT FORECAST**

Not applicable.

**17. INCOME TAX EXPENSE**

	<b>CURRENT QUARTER ENDED 31 MAR 2015 RM'000</b>	<b>3 MONTHS ENDED 31 MAR 2015 RM'000</b>
Current income tax:		
- Malaysian income tax	<u>(485)</u>	<u>(485)</u>

The Group's effective tax rate for the period to date is higher than the Malaysian statutory tax rate of 25% mainly due to non-taxability on loss-making companies in the Group.

**18. STATUS OF CORPORATE PROPOSALS**

There was no outstanding corporate proposal as at the date of this report.

**19. GROUP BORROWING**

Details of the Group's borrowings as at 31 March 2015 are as follows:

	<b>RM'000</b>
(a) Long Term Borrowings	
- Medium Term Notes	360,000
- Term Loan	<u>46,989</u>
	<u>406,989</u>
(b) Short Term Borrowings	
- Term Loan	4,547
- Revolving Credit	<u>55,000</u>
	<u>59,547</u>

**20. CHANGES IN MATERIAL LITIGATION**

The Group does not have any material litigation as at the date of this report.



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**21. DIVIDEND**

There were no dividends declared during the period ended 31 March 2015.

**22. BASIC EARNINGS PER SHARE**

The 'Basic Earnings Per Share' and 'Diluted Earnings Per Share' for the current period and the comparative period are calculated by dividing the profit for the period attributable to ordinary equity holders of the Company by the 'Weighted Average' and 'Adjusted Weighted Average' number of ordinary shares in issue during the period respectively, excluding treasury shares held by the Company.

	<b>CURRENT QUARTER ENDED 31 MAR 2014</b>	<b>3 MONTHS ENDED 31 MAR 2014</b>
<u>Basic Earnings per share:-</u>		
(a) Loss for the period attributable to owners of the Company (RM'000)	(19,661)	(19,661)
(b) Weighted average number of ordinary shares ('000)	537,949	537,949
Basic Loss per share (sen)	(3.65)	(3.65)
<u>Diluted Earnings per share:-</u>		
(a) Loss for the period attributable to owners of the Company (RM'000)	(19,661)	(19,661)
(b) Weighted average number of ordinary shares ('000)	537,949	537,949
Effect of dilution - ESOS ('000)	22,076	22,076
Adjusted weighted average number of ordinary shares in issue and issuable ('000)	560,025	560,025
Diluted Loss per share (sen)	(3.51)	(3.51)



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**23. REALISED AND UNREALISED PROFITS/LOSSES DISCLOSURE**

The breakdown of the retained profits of the Group as at 31 March 2015 into realised and unrealised profits is presented as follow:-

	<b>AS AT 31 MAR 2015 RM'000</b>
Total retained profits of the Group:-	
- Realised	1,028,984
- Unrealised	1,292
Share of result of associate:-	
- Realised	(558)
Less: Consolidated adjustments	<u>(250,413)</u>
Retained profits as per consolidated financial statements	<u>799,305</u>