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**12. ACCOUNTANTS' REPORT**

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(Prepared for inclusion in the Prospectus)

The Board of Directors  
**E.A. Technique (M) Berhad**  
Level 11  
Menara KOMTAR  
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80000 Johor Bahru  
Johor

Dear Sirs,

**E.A. TECHNIQUE (M) BERHAD ("E.A. TECHNIQUE" OR "THE COMPANY")  
ACCOUNTANTS' REPORT**

**1.0 Introduction**

This Accountants' Report ("**Report**") on E.A. Technique and its subsidiary ("**E.A. Technique Group**" or "**the Group**") has been prepared by Messrs Ernst & Young ("**EY**"), as an approved company auditor, for inclusion in the Prospectus of E.A. Technique in connection with the initial public offering ("**IPO**") and the listing of and quotation for the entire E.A. Technique's shares on the Main Market of Bursa Malaysia Securities Berhad (hereafter referred to as the "**IPO**" and "**Listing**") and should not be relied upon for any other purposes.

This Report is issued for the sole purpose of complying with the Prospectus Guidelines, issued by Securities Commission Malaysia, in connection with the IPO and Listing. Therefore, this Report is not appropriate in other jurisdictions and should not be used or relied upon for any purpose other than the IPO and Listing described above. We accept no duty or responsibility to and deny any liability to any party in respect of any use of, or reliance upon, this Report in connection with any type of transaction, including the sale of securities other than the IPO and Listing.

**12. ACCOUNTANTS' REPORT (Cont'd)****2.0 Abbreviations**

Unless the context otherwise requires or the term is defined otherwise, the following abbreviation terms shall bear the same meaning as set out below:

E.A. Technique or Company	E.A. Technique (M) Berhad
E.A. Technique Group or Group	E.A. Technique and its subsidiary
E.A. Technique Shares or Shares	Ordinary shares of E.A. Technique of RM0.25 each
EY	Messrs Ernst & Young
FYE	Financial year ended
FPE	Financial period ended
FRS	Financial Reporting Standards in Malaysia
IC Interpretation	Issues Committee Interpretation
IFRS	International Financial Reporting Standards
MASB	Malaysian Accounting Standards Board
MFRS	Malaysian Financial Reporting Standards
NCI	Non-controlling interests
Report	Accountants' Report
RM	Ringgit Malaysia
SC	Securities Commission Malaysia

**12. ACCOUNTANTS' REPORT (Cont'd)****3.0 General information****3.1 Background**

E.A. Technique was incorporated in Malaysia as a private limited company under the Companies Act, 1965 on 18 January 1993 under the name of E.A. Technique (M) Sdn Bhd. It was converted to a public limited company and assumed its present name on 27 March 2014.

The principal activities of the Company are ship owning and operator of marine vessels for the transportation and offshore storage of O&G, and provider of port marine services.

The principal activities of the subsidiary are shipbuilding, ship repair, and minor fabrication.

The principal place of business of the Company is located at Setiawangsa Business Suites, Unit C-3AA-3A, No. 2, Jalan Setiawangsa, 54200 Kuala Lumpur.

The registered office of the company is located at Level 11, Menara KOMTAR, Johor Bahru City Centre, 80000 Johor Bahru, Johor.

**3.2 Group Structure**

The details of Johor Shipyard and Engineering Sdn. Bhd., an incorporated subsidiary of E.A. Technique are as follows:

Date of incorporation:	13 December 2007
Country of incorporation:	Malaysia
Principal activities:	Shipbuilding, ship repair, and minor fabrication
Issued and paid-up share capital:	Ordinary (RM2,500,000)
Proportion of ownership interest:	100% (FYE 2011, 2012, 2013 and FPE May 2014)

**12. ACCOUNTANTS' REPORT (Cont'd)****4.0 Auditors and audited financial statements**

The financial statements of E.A. Technique were audited by EY for the relevant financial years/period under review. Please refer to the Appendix attached to this Report for the audited financial statements of the relevant years/period.

The audited financial statements of E.A. Technique have been prepared in accordance with:

- (a) FRS for FYE 31 December 2011; and
- (b) MFRS for FYE 31 December 2012, 31 December 2013 and FPE 31 May 2014.

FRS and MFRS are the approved accounting standards under the Financial Reporting Act, 1997.

Those financial statements have been drawn up by the directors of E.A. Technique so as to give a true and fair view on the financial position of the Group and of the Company and of their financial performance and cash flows for the financial years/period then ended, and were reported by us to the members/directors without qualification.

No audited financial statements have been prepared in respect of any period subsequent to 31 May 2014.

**5.0 Basis of preparation of historical financial information**

The financial information as set out in the following sections are extracted from the audited financial statements of the Group for the relevant financial years/period covered in this Report.

These audited financial statements do not incorporate the effects of the IPO and Listing. Therefore, they may not correspond to the financial statements of the Group after the completion of the IPO and Listing.

The audited financial statements of the Group have been prepared on historical cost basis, except as disclosed in the accounting policies below.

The audited financial statements included in this Report are presented in RM. The basis of preparation of the financial statements is further explained in Note 8.

**6.0 Changes in accounting policies****6.1 FRS financial statements - FYE 31 December 2011**

At the beginning of FYE 31 December 2011, the Group adopted the new and revised FRS and IC Interpretations, including the amendments, which are mandatory for its financial year beginning 1 January 2011. The adoption did not have significant effect on the financial performance of the Group for the FYE 31 December 2011 and the financial position as at 31 December 2011.

**12. ACCOUNTANTS' REPORT (Cont'd)****6.0 Changes in accounting policies (cont'd.)****6.2 MFRS financial statements**

The audited financial statements of the Group for FYE 31 December 2012, FYE 31 December 2013 and FPE 31 May 2014 have been prepared in accordance with MFRS. Entities that comply with MFRS Framework will simultaneously comply with IFRS Framework.

**(i) FYE 31 December 2012**

The audited financial statements of the Group for FYE 31 December 2012 are the first set of financial statements which have been prepared in accordance with MFRS. On transition to the MFRS Framework with a transition date of 1 January 2011, the Group has applied MFRS 1: *First-Time Adoption of Malaysian Financial Reporting Standards*.

The adoption of MFRS on the date of transition did not have significant impact on the financial statements of the Group. No adjustments have been made to the amounts previously reported in the financial statements prepared in accordance with FRS. The significant accounting policies adopted in preparing the financial statements for the FYE 31 December 2012 are consistent with those of the audited financial statements for FYE 31 December 2011.

**(ii) FYE 31 December 2013**

At the beginning of FYE 31 December 2013, the Group adopted the new and revised MFRS and IC Interpretations, including the amendments, which are mandatory for its financial year beginning 1 January 2013. The adoption did not have significant effect on the financial performance of the Group for the FYE 31 December 2013 and the financial position as at 31 December 2013.

**(ii) FPE 31 May 2014**

At the beginning of FPE 31 May 2014, the Group adopted the new and revised MFRS and IC Interpretations, including the amendments, which are mandatory for its financial year beginning 1 January 2014. The adoption did not have significant effect on the financial performance of the Group for the FPE 31 May 2014 and the financial position as at 31 May 2014.

**12. ACCOUNTANTS' REPORT (Cont'd)****7.0 Standards issued but not yet effective**

The standards and interpretations that are issued but not yet effective up to the date of issuance of the Group's financial statements for the FPE 31 May 2014 are disclosed below. The Group intend to adopt these standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
Amendments to MFRS 119: Defined Benefit Plans: <i>Employee Contributions</i>	1 July 2014
Annual Improvements to MFRSs 2010–2012 Cycle	1 July 2014
Annual Improvements to MFRSs 2011–2013 Cycle	1 July 2014
Amendments to MFRS 11 Accounting for Acquisitions of Interest in Joint Operations	1 Jan 2016
MFRS 14 Regulatory Deferral Accounts	1 Jan 2016
MFRS 15 Revenue from Contracts with Customers	1 Jan 2017
Amendments to MFRS 116 and MFRS 138 Clarification of Acceptable Methods of Depreciation and Amortisation	1 Jan 2016
Amendments to MFRS 116 and MFRS 141 Agriculture: Bearer Plants	1 Jan 2016
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in November 2009)	To be announced
MFRS 9 Financial Instruments (IFRS 9 issued by IASB in October 2010)	To be announced
MFRS 9 Financial Instruments: <i>Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139</i>	To be announced

The directors expect that the adoption of the above standards and interpretations will have no material impact on the financial statements in the period of initial application.

**8.0 Summary of significant accounting policies****8.1 Basis of consolidation**

The consolidated financial statements comprise the financial statements of the Company and its subsidiary as at the reporting date. The financial statements of the subsidiary used in the preparation of the consolidated financial statements are prepared for the same reporting date as the Company. Consistent accounting policies are applied for like transactions and events in similar circumstances.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.1 Basis of consolidation (cont'd.)**

The Group controls an investee if and only if the Group has all the following:

- (i) Power over the investee (such as existing rights that give it the current ability to direct the relevant activities of the investee);
- (ii) Exposure, or rights, to variable returns from its investment with the investee; and
- (iii) The ability to use its power over the investee to affect its returns.

When the Group has less than a majority of the voting rights of an investee, the Group considers the following in assessing whether or not the Group's voting rights in an investee are sufficient to give it power over the investee:

- (i) The size of the Group's holding of voting rights relative to the size and dispersion of holdings of the other vote holders;
- (ii) Potential voting rights held by the Group, other vote holders or other parties;
- (iii) Rights arising from other contractual arrangements; and
- (iv) Any additional facts and circumstances that indicate that the Group has, or does not have, the current ability to direct the relevant activities at the time that decisions need to be made, including voting patterns at previous shareholders' meetings.

The Group reassesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control.

Subsidiary is consolidated when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. All intra-group balances, income and expenses and unrealised gains and losses resulting from intra-group transactions are eliminated in full.

Losses within a subsidiary are attributed to NCI even if that results in NCI having a deficit balance.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.1 Basis of consolidation (cont'd.)**

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the Group's interests and the NCI are adjusted to reflect the changes in their relative interests in the subsidiaries. The difference between the amount by which the NCI is adjusted and the fair value of the consideration received is recognised directly in equity and attributed to owners of the parent.

When the Group loses control of a subsidiary, gain or loss is calculated as the difference between (i) the aggregate of the fair value of the consideration received and the fair value of any retained interest and (ii) the previous carrying amount of the assets and liabilities of the subsidiary and any NCI, is recognised in profit or loss. The subsidiary's cumulative gain or loss which has been recognised in other comprehensive income and accumulated in equity are reclassified to profit or loss or where applicable, transferred directly to retained earnings. The fair value of any investment retained in the former subsidiary at the date control is lost is regarded as the fair value on initial recognition of a financial asset or cost on initial recognition of an investment in associate or joint venture.

**8.2 Business Combinations**

Acquisitions of subsidiaries are accounted for using the acquisition method. The cost of an acquisition is measured as the aggregate of the consideration transferred, measured at acquisition date fair value and the amount of any NCI in the acquiree. The Group elects on a transaction-by-transaction basis whether to measure the NCI in the acquiree either at fair value or at the proportionate share of the acquiree's identifiable net assets. Transaction costs incurred are expensed and included in administrative expenses.

Any contingent consideration to be transferred by the acquirer will be recognised at fair value at the acquisition date. Subsequent changes in the fair value of the contingent consideration which is deemed to be an asset or liability, will be recognised in accordance with MFRS 139 either in profit or loss or as a change to other comprehensive income. In instances where the contingent consideration does not fall within the scope of MFRS 139, it is measured in accordance with the appropriate MFRS. Contingent consideration that is classified as equity will not be remeasured. Subsequent settlement is accounted for within equity.

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. This includes the separation of embedded derivatives in host contracts by the acquiree.

If the business combination is achieved in stages, the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through profit or loss.



**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.3 Foreign currency****(a) Functional and presentation currency**

The individual financial statements of each entity in the Group are measured using the currency of the primary economic environment in which the entity operates ("the functional currency"). The consolidated financial statements are presented in Ringgit Malaysia (RM).

**(b) Foreign currency transactions**

Transactions in foreign currencies are measured in the functional currency of the Group and are recorded on initial recognition in the functional currency at exchange rates approximating those ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the reporting date. Non-monetary items denominated in foreign currencies that are measured at historical cost are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items denominated in foreign currencies measured at fair value are translated using the exchange rates at the date when the fair value was determined.

Exchange differences arising on the settlement of monetary items or on translating monetary items at the reporting date are recognised in profit or loss.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit and loss for the period except for the differences arising on the translation of non-monetary items in respect of which gains and losses are recognised in other comprehensive income. Exchange differences arising from such non-monetary items are also recognised in other comprehensive income.

**8.4 Property, plant and equipment**

All items of property, plant and equipment are initially recorded at cost. The cost of an item of property, plant and equipment is recognised as an asset if, and only if, it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.4 Property, plant and equipment (cont'd.)**

Subsequent to recognition, property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. When significant parts of property, plant and equipment are required to be replaced in intervals, the Group recognises such parts as individual assets with specific useful lives and depreciation, respectively. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the property, plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in profit or loss as incurred.

Depreciation is computed on a straight-line basis over the estimated useful lives of the assets as follows:

Vessels	5 - 25 years
Buildings	50 years
Motor vehicles	5 years
Renovation	5 years
Furniture, fittings and office equipment	5 - 10 years

The residual value, useful life and depreciation method are reviewed at each financial year-end, and adjusted prospectively, if appropriate.

Residual value of the vessels is estimated by management as equivalent to the light weight tonnage of the vessels times the estimated long term price of steel per tonne.

Dry-docking costs which enhance the useful lives of the vessels are capitalised in the year they are incurred and amortised over 1 to 5 years until the next dry-docking.

Vessel under construction and shipyard under construction are not depreciated until the assets are ready for their intended use.

The carrying values of property, plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss on derecognition of the asset is included in the profit or loss in the year the asset is derecognised.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.5 Associate**

An associate is an entity in which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

On acquisition of an investment in associate, any excess of the cost of investment over the Group's share of the net fair value of the identifiable assets and liabilities of the investee is recognised as goodwill and included in the carrying amount of the investment. Any excess of the Group's share of the net fair value of the identifiable assets and liabilities of the investee over the cost of investment is excluded from the carrying amount of the investment and is instead included as income in the determination of the Group's share of the associate's profit or loss for the period in which the investment is acquired.

An associate is equity accounted for from the date on which the investee becomes an associate.

Under the equity method, on initial recognition the investment in an associate is recognised at cost, and the carrying amount is increased or decreased to recognise the Group's share of the profit or loss and other comprehensive income of the associate after the date of acquisition. When the Group's share of losses in an associate equal or exceeds its interest in the associate, the Group does not recognise further losses, unless it has incurred legal or constructive obligations or made payments on behalf of the associate.

Profits and losses resulting from upstream and downstream transactions between the Group and its associate are recognised in the Group's financial statements only to the extent of unrelated investors' interests in the associate. Unrealised losses are eliminated unless the transaction provides evidence of an impairment of the asset transferred.

The financial statements of the associates are prepared as of the same reporting date as the Company. Where necessary, adjustments are made to bring the accounting policies in line with those of the Group.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.5 Associate (cont'd.)**

After application of the equity method, the Group applies MFRS 139 Financial Instruments: Recognition and Measurement to determine whether it is necessary to recognise any additional impairment loss with respect to its net investment in the associate. When necessary, the entire carrying amount of the investment is tested for impairment in accordance with MFRS 136 Impairment of Assets as a single asset, by comparing its recoverable amount (higher of value in use and fair value less costs to sell) with its carrying amount. Any impairment loss is recognised in profit or loss. Reversal of an impairment loss is recognised to the extent that the recoverable amount of the investment subsequently increases.

**8.6 Financial assets**

Financial assets are recognised in the statements of financial position when, and only when, the Group becomes a party to the contractual provisions of the financial instrument.

When financial assets are recognised initially, they are measured at fair value, plus, in the case of financial assets not at fair value through profit or loss, directly attributable transaction costs.

**(a) Loans and receivables**

Non-derivative financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables. This category generally applies to trade and other receivables.

Subsequent to initial recognition, loans and receivables are measured at amortised cost using the effective interest method, less impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, and through the amortisation process.

A financial asset is derecognised when the contractual right to receive cash flows from the asset has expired. On derecognition of a financial asset in its entirety, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had been recognised in other comprehensive income is recognised in profit or loss.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.7 Impairment****(a) Financial assets carried at amortised cost**

The Group assesses at each reporting date whether there is any objective evidence that a financial asset is impaired. To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Group considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments. For certain categories of financial assets, such as trade receivables, receivables that are assessed not to be impaired individually are subsequently assessed for impairment on a collective basis based on similar risk characteristics.

If any such evidence exists, the amount of impairment loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. The impairment loss is recognised in profit or loss.

The carrying amount of the financial asset is reduced by the impairment loss directly for all financial assets with the exception of trade receivables, where the carrying amount is reduced through the use of an allowance account. When a trade receivable becomes uncollectible, it is written off against the allowance account.

If in a subsequent period, the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, the previously recognised impairment loss is reversed to the extent that the carrying amount of the asset does not exceed its amortised cost at the reversal date. The amount of reversal is recognised in profit or loss.

**(b) Non financial assets**

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when an annual impairment assessment for an asset is required, the Group makes an estimate of the asset's recoverable amount.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.7 Impairment (cont'd.)****(b) Non financial assets (cont'd.)**

An asset's recoverable amount is the higher of an asset's or cash-generating unit's ("CGU") fair value less costs to sell and its value in use. For the purpose of assessing impairment, recoverable amount is determined for an individual asset. Unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets, assets are grouped at the lowest levels for which there are separately identifiable cash flows (CGU).

In assessing value in use, the estimated future cash flows expected to be generated by the asset are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

Where the carrying amount of an asset exceeds its recoverable amount, the asset is written down to its recoverable amount. Impairment losses are recognised in profit or loss.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. A previously recognised impairment loss is reversed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised. The reversal is limited so that the carrying amount of the asset does not exceed its recoverable amount, nor exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised for the asset in prior years. Such reversal is recognised in profit or loss.

**8.8 Cash and cash equivalents**

Cash and cash equivalents consist of cash in hand and bank balances. These also include bank overdrafts that form an integral part of the Group's cash management.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.9 Inventories**

Inventories consist of bunker on board which is for own consumption. Inventories are stated at the lower of cost and net realisable value.

Cost is determined using the first in, first out method. Cost is the aggregate of cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value represents the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale.

**8.10 Provisions**

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of economic resources will be required to settle the obligation and the amount of the obligation can be estimated reliably.

Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. If it is no longer probable that an outflow of economic resources will be required to settle the obligation, the provision is reversed. If the effect of the time value of money is material, provisions are discounted using a current pre tax rate that reflects, where appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**8.11 Financial liabilities**

Financial liabilities are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability.

Financial liabilities, within the scope of MFRS 139, are recognised in the statement of financial position when, and only when, the Group becomes a party to the contractual provisions of the financial instrument. Financial liabilities are classified as either financial liabilities at fair value through profit or loss or other financial liabilities.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.11 Financial liabilities (cont'd.)**

Trade payables, other payables, loans and borrowings are classified as other financial liabilities and are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. Loans and borrowings are classified as current liabilities unless the Group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting date.

For other financial liabilities, gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

A financial liability is derecognised when the obligation under the liability is extinguished. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in profit or loss.

**8.12 Redeemable Cumulative Convertible Preference Shares ("RCCPS")**

The RCCPS are regarded as compound instruments, consisting of a liability component and an equity component. The component of RCCPS that exhibits characteristics of a liability is recognised as a financial liability in the statements of financial position, net of transaction costs. The dividends on those shares are recognised as interest expense in profit or loss using the effective interest rate method. On issuance of the RCCPS, the fair value of the liability component is determined using a market rate for an equivalent non-convertible debt and this amount is carried as a financial liability in accordance with the accounting policy for other payables set out in Note 8.11.

The residual amount, after deducting the fair value of the liability component, is recognised and included in shareholder's equity, net of transaction costs.

Transaction costs are apportioned between the liability and equity components of the RCCPS based on the allocation of proceeds to the liability and equity components when the instruments were first recognised.



**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.13 Leases****(i) Group as lessor**

Under a finance lease, substantially all the risks and rewards incidental to legal ownership are transferred by the Group. The Group recognised assets held under a finance lease in its statement of financial position and present them as a receivable at an amount equal to the minimum lease payments receivable by the Group and any unguaranteed residual value accruing to the Group discounted at the interest rate implicit in the lease, which equal to the sum of the fair value of the leased asset and any initial direct costs of the Group.

Lease payments received from lessee are apportioned between the finance income and reduction of the finance lease receivable. The recognition of finance income is based on pattern reflecting a constant periodic rate of return on the receivable.

Leases where the Group retains substantially all the risks and rewards of ownership of the asset are classified as operating leases. Initial direct costs incurred in negotiating an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same bases as rental income.

**(ii) Group as lessee**

Finance leases, which transfer to the Group substantially all the risks and rewards incidental to ownership of the leased item, are capitalised at the inception of the lease at the fair value of the leased asset or, if lower, at the present value of the minimum lease payments. Any initial direct costs are also added to the amount capitalised. Lease payments are apportioned between the finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged to profit or loss. Contingent rents, if any, are charged as expenses in the periods in which they are incurred.

Leased assets are depreciated over the estimated useful life of the asset. However, if there is no reasonable certainty that the Group will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life and the lease term.

Operating lease payments are recognised as an expense in profit or loss on a straight-line basis over the lease term. The aggregate benefit of incentives provided by the lessor is recognised as a reduction of rental expense over the lease term on a straight-line basis.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.14 Borrowing costs**

Borrowing costs are capitalised as part of the cost of a qualifying asset if they are directly attributable to the acquisition, construction or production of that asset. Capitalisation of borrowing costs commences when the activities to prepare the asset for its intended use or sale are in progress and the expenditures and borrowing costs are incurred. Borrowing costs are capitalised until the assets are substantially completed for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period they are incurred. Borrowing costs consist of interest and other costs that the Group incurred in connection with the borrowing of funds.

**8.15 Share capital and share issuance expenses**

An equity instrument is any contract that evidences a residual interest in the assets of the Group after deducting all of its liabilities. Ordinary shares are equity instruments.

Ordinary shares are recorded at the proceeds received, net of directly attributable incremental transaction costs. Ordinary shares are classified as equity. Dividends on ordinary shares are recognised in equity in the period in which they are declared.

**8.16 Employee benefits****(a) Short term benefits**

Wages, salaries, bonuses and social security contributions are recognised as an expense in the year in which the associated services are rendered by employees. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences. Short term non-accumulating compensated absences such as sick leave are recognised when the absences occur.

**(b) Defined contribution plans**

The Group participates in the national pension schemes as defined by the laws of the countries in which it has operations. The Malaysian companies in the Group make contributions to the Employees Provident Fund in Malaysia, a defined contribution pension scheme. Contributions to defined contribution pension schemes are recognised as an expense in the period in which the related service is performed.

**8.17 Revenue**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the fair value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duty.

**12. ACCOUNTANTS' REPORT (Cont'd)****8.0 Summary of significant accounting policies (cont'd.)****8.17 Revenue (cont'd.)**

The specific recognition criteria described below must also be met before revenue is recognised.

**(i) Freight income**

Freight income is recognised when the goods are delivered and services rendered and accepted by customers.

**(ii) Demurrage**

Demurrage is accrued for in the financial statements.

**(iii) Fabrication works**

Revenue from the fabrication works are recognised on an accrual basis when the services are rendered.

**(iv) Interest income**

Interest income is recognised as it accrues, using the effective interest method.

**8.18 Income tax**

Income tax expense comprises current and deferred tax. Income tax expense is recognised in profit or loss except to the extent that it relates to a business combination or items recognised directly in equity or other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted by the end of the reporting date and any adjustment to tax payable in respect of previous years.

Deferred tax is recognised using the liability method, providing for temporary differences between the tax bases of assets and liabilities and their carrying amounts at the reporting date. Deferred tax is measured at the tax rates that are expected to apply to the temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the end of the reporting date.

A deferred tax asset is recognised to the extent that it is probable that future taxable profits will be available against which the deductible temporary difference can be utilised. Deferred tax assets are reviewed at the end of each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

**12. ACCOUNTANTS' REPORT (Cont'd)****9.0 Critical judgements made in applying accounting policies**

In the process of preparing these financial statements:

**(a) Critical judgements made in applying accounting policies**

There are no critical judgements made by management in the process of applying the Group's accounting policies that have a significant effect on the amounts recognised in the financial statements.

**(b) Key sources of estimation uncertainty**

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are as follows:

**(i) Deferred tax assets**

Deferred tax assets are recognised for all unutilised tax losses and capital allowances to the extent that it is probable that taxable profit will be available against which the losses and capital allowances can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based on the likely timing and level of future taxable profits together with future tax planning strategies. The total carrying value of recognised deferred tax assets of the Group is disclosed in Note 10.9 and the unrecognised tax lossess of the Group is disclosed in Note 10.16.

**(ii) Depreciation of vessels and equipment on vessel**

The cost of vessels and equipment on vessel are depreciated on a straight-line basis over the assets' useful life. Management estimates the useful lives of the Group's vessels to be between 5 to 25 years. These are common life expectancies applied in the shipping industry. Changes in the expected level of usage could impact the economic useful lives and residual values of these assets, therefore future depreciation charges could be revised.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information****Consolidated Statements of Financial Position**

The consolidated statements of financial position of E.A. Technique Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows:

		FYE	FYE	FYE	5 months
		31.12.2011	31.12.2012	31.12.2013	FPE
	Note	RM	RM	RM	RM
<b>Assets</b>					
<b>Non-current assets</b>					
Property, plant and equipment	10.1	363,481,196	360,988,174	435,908,206	461,403,662
Investment in an associate	10.2	21,415,378	26,460,679	-	-
Trade receivables	10.3	-	-	3,820,249	3,758,058
		<u>384,896,574</u>	<u>387,448,853</u>	<u>439,728,455</u>	<u>465,161,720</u>
<b>Current assets</b>					
Trade and other receivables	10.3	11,063,256	18,234,090	35,299,234	35,337,877
Inventories	10.4	1,206,937	-	-	-
Cash and bank balances	10.5	10,212,445	18,564,818	21,204,998	15,890,622
		<u>22,482,638</u>	<u>36,798,908</u>	<u>56,504,232</u>	<u>51,228,499</u>
<b>Total assets</b>		<u>407,379,212</u>	<u>424,247,761</u>	<u>496,232,687</u>	<u>516,390,219</u>
<b>Equity and liabilities</b>					
<b>Equity attributable to owners of the parent</b>					
Share capital	10.6	44,040,816	44,040,816	97,500,000	97,500,000
Retained profits	10.7	65,757,886	82,665,813	86,532,655	91,793,017
<b>Total equity</b>		<u>109,798,702</u>	<u>126,706,629</u>	<u>184,032,655</u>	<u>189,293,017</u>
<b>Non-current liabilities</b>					
Loans and borrowings	10.8	217,986,235	189,840,975	218,160,436	244,105,937
Deferred tax liabilities	10.9	6,229,188	10,686,131	12,770,771	13,487,917
RCCPS	10.10	8,997,959	8,997,959	-	-
		<u>233,213,382</u>	<u>209,525,065</u>	<u>230,931,207</u>	<u>257,593,854</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Financial Position (cont'd.)**

The consolidated statements of financial position of E.A. Technique Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows (cont'd.):

		<b>FYE</b>	<b>FYE</b>	<b>FYE</b>	<b>5 months</b>
		<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>FPE</b>
	<b>Note</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Current liabilities</b>					
Trade and other payables	10.11	22,885,616	36,609,625	36,289,066	23,252,800
Loans and borrowings	10.8	41,481,512	50,505,972	44,618,973	44,355,124
Tax payable		-	900,470	360,786	1,895,424
		<u>64,367,128</u>	<u>88,016,067</u>	<u>81,268,825</u>	<u>69,503,348</u>
<b>Total liabilities</b>		<b>297,580,510</b>	<b>297,541,132</b>	<b>312,200,032</b>	<b>327,097,202</b>
<b>Total equity and liabilities</b>		<b>407,379,212</b>	<b>424,247,761</b>	<b>496,232,687</b>	<b>516,390,219</b>

## 12. ACCOUNTANTS' REPORT (Cont'd)



## 10.0 Historical financial information (cont'd.)

**Consolidated Statements of Comprehensive Income**

The consolidated statements of comprehensive income of E.A. Technique Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013, unaudited FPE 31 May 2013 and FPE 31 May 2014 are as follows:

		FYE	FYE	FYE	Unaudited 5 months FPE	5 months FPE
	Note	31.12.2011 RM Restated	31.12.2012 RM Restated	31.12.2013 RM	31.5.2013 RM	31.5.2014 RM
Revenue	10.12	96,063,644	102,723,848	121,117,953	43,046,032	62,813,197
Cost of services		(71,875,324)	(65,613,196)	(80,548,629)	(28,102,734)	(45,113,557)
<b>Gross profit</b>		<b>24,188,320</b>	<b>37,110,652</b>	<b>40,569,324</b>	<b>14,943,298</b>	<b>17,699,640</b>
Other operating income		3,209,561	2,187,254	41,154,955	37,621,143	1,501,800
Administrative expenses		(6,588,029)	(6,637,586)	(12,849,446)	(5,036,888)	(6,693,164)
<b>Results from operating activities</b>		<b>20,809,852</b>	<b>32,660,320</b>	<b>68,874,833</b>	<b>47,527,553</b>	<b>12,508,276</b>
Finance income		245,307	314,546	2,086,928	477,782	923,546
Finance costs	10.13	(12,584,737)	(13,754,827)	(14,541,196)	(6,081,221)	(5,919,676)
Share of results of associate, net of tax		8,470,422	19,220,039	56,420,565	41,924,114	7,512,146
		3,645,600	5,045,301	2,946,938	2,946,938	-
<b>Profit before tax</b>	10.14	<b>12,116,022</b>	<b>24,265,340</b>	<b>59,367,503</b>	<b>44,871,052</b>	<b>7,512,146</b>
Income tax expense	10.16	(3,463,713)	(5,357,413)	(2,464,592)	(193,036)	(2,251,784)
Profit for the year/period, representing total comprehensive income for the year/period attributable to owners of the parent		<b>8,652,309</b>	<b>18,907,927</b>	<b>56,902,911</b>	<b>44,678,016</b>	<b>5,260,362</b>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Changes in Equity**

The consolidated statements of changes in equity of E.A. Technique Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows:

		<b>Share capital RM</b>	<b>Distributable Retained profits RM</b>	<b>Total RM</b>
<b>Note</b>				
<b>At 1 January 2011</b>		44,040,816	57,105,577	101,146,393
Profit for the year, representing total comprehensive income for the year		-	8,652,309	8,652,309
<b>At 31 December 2011</b>		44,040,816	65,757,886	109,798,702
<b>At 1 January 2012</b>		44,040,816	65,757,886	109,798,702
Profit for the year, representing total comprehensive income for the year		-	18,907,927	18,907,927
Transaction with owners:				
- Dividend	10.17	-	(2,000,000)	(2,000,000)
<b>At 31 December 2012</b>		44,040,816	82,665,813	126,706,629
<b>At 1 January 2013 (Unaudited)</b>		44,040,816	82,665,813	126,706,629
Profit for the period, representing total comprehensive income for the period (Unaudited)		-	44,678,015	44,678,015
Transaction with owners:				
- Dividend (Unaudited)	10.17	-	(25,000,000)	(25,000,000)
<b>At 31 May 2013 (Unaudited)</b>		44,040,816	102,343,828	146,384,644
<b>At 1 January 2013</b>		44,040,816	82,665,813	126,706,629
Profit for the year, representing total comprehensive income for the year		-	56,902,911	56,902,911
Transaction with owners:				
- Dividend	10.17	-	(25,000,000)	(25,000,000)
- Bonus issue	10.6	28,036,069	(28,036,069)	-
- Conversion of RCCPS	10.6	12,897,412	-	12,897,412
- Issuance of ordinary shares	10.6	12,525,703	-	12,525,703
<b>At 31 December 2013</b>		97,500,000	86,532,655	184,032,655
<b>At 1 January 2014</b>		97,500,000	86,532,655	184,032,655
Profit for the period, representing total comprehensive income for the period		-	5,260,362	5,260,362
<b>At 31 May 2014</b>		97,500,000	91,793,017	189,293,017



**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Cash Flows**

The consolidated statements of cash flows of E.A. Technique Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013, unaudited FPE 31 May 2013 and FPE 31 May 2014 are as follows:

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
<b>Cash flows from operating activities</b>					
Profit before tax	12,116,022	24,265,340	59,367,503	44,871,052	7,512,146
<u>Adjustments for:</u>					
Depreciation of property, plant and equipment	19,112,847	20,954,438	21,007,573	7,907,916	9,851,497
Interest expense	12,584,737	13,754,827	14,541,196	6,081,221	5,919,676
(Gain)/loss on disposal of property, plant and equipment	(926,576)	-	1,262,497	1,168,980	(4,000)
Gain on disposal of an associate	-	-	(37,455,128)	(37,455,128)	-
Interest income	(245,307)	(314,546)	(2,086,928)	(477,782)	(923,546)
Allowance for impairment on trade receivables	-	203,962	1,254,130	-	1,352,306
Reversal of impairment loss on trade receivable	-	-	-	-	(405,962)
Share of profit of equity accounted associate	(3,645,600)	(5,045,301)	(2,946,938)	(2,946,938)	-
Operating cash flows before changes in working capital	38,996,123	53,818,720	54,943,905	19,149,321	23,302,117

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Cash Flows (cont'd.)**

The consolidated statements of cash flows of EAT Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows (cont'd.):

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Changes in working capital:					
(Increase)/decrease in inventories	(129,151)	1,206,937	-	-	-
Decrease/(increase) in trade and other receivables	839,044	(7,374,796)	(17,589,026)	(4,391,694)	(922,796)
Increase/(decrease) in trade and other payables	8,954,028	12,774,009	1,773,191	(1,630,476)	(13,036,266)
Cash flows from operations	48,660,044	60,424,870	39,128,070	13,127,151	9,343,055
Interest received	245,307	314,546	2,086,928	477,782	923,546
Interest paid	(12,584,737)	(13,754,827)	(14,541,196)	(6,081,221)	(5,919,676)
Tax paid	-	-	(1,013,386)	-	-
<b>Net cash generated from operating activities</b>	<b>36,320,614</b>	<b>46,984,589</b>	<b>25,660,416</b>	<b>7,523,712</b>	<b>4,346,925</b>
<b>Cash flows from investing activities</b>					
Decrease/(increase) in fixed and security deposits pledged	2,422,398	800,422	(4,620,078)	(255,309)	470,881
Purchase of property, plant and equipment	(52,133,533)	(18,242,416)	(101,822,099)	(32,301,050)	(35,259,953)
Proceeds from disposal of property, plant and equipment	1,882,633	-	211,000	161,000	4,000
Proceeds from disposal of an associate	-	-	66,862,745	66,862,745	-

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Cash Flows (cont'd.)**

The consolidated statements of cash flows of EAT Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows (cont'd.):

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Additional investment in an associate	(494,000)	-	-	-	-
<b>Net cash (used in)/ generated from investing activities</b>	<b>(48,322,502)</b>	<b>(17,441,994)</b>	<b>(39,368,432)</b>	<b>34,467,386</b>	<b>(34,785,072)</b>
<b>Cash flows from financing activities</b>					
Dividend payment	-	(1,050,000)	(27,000,000)	(27,000,000)	-
Proceeds from issuance of RCCPS	3,020,408	-	3,899,453	2,494,222	-
Proceeds from issuance of ordinary shares	-	-	12,525,703	-	-
Repayment of conventional term loan	(7,126,089)	(7,633,238)	(7,634,170)	(4,488,232)	(11,335,070)
Drawdown from conventional term loan	-	-	132,738,705	-	43,990,142
Repayment of islamic term financing facilities	(23,293,325)	(12,088,089)	(101,876,260)	(17,051,141)	(6,687,748)
Drawdown from islamic term financing facilities	41,400,005	-	-	-	-
Repayment of finance lease	(54,971)	(37,694)	(47,643)	(23,325)	(28,670)
<b>Net cash generated from/(used in) financing activities</b>	<b>13,946,028</b>	<b>(20,809,021)</b>	<b>12,605,788</b>	<b>(46,068,476)</b>	<b>25,938,654</b>

## 12. ACCOUNTANTS' REPORT (Cont'd)



## 10.0 Historical financial information (cont'd.)

## Consolidated Statements of Cash Flows (cont'd.)

The consolidated statements of cash flows of EAT Group based on its audited consolidated financial statements for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows (cont'd.):

		FYE	FYE	FYE	Unaudited 5 months FPE	5 months FPE
		31.12.2011	31.12.2012	31.12.2013	31.5.2013	31.5.2014
	Note	RM	RM	RM	RM	RM
Net change in cash and cash equivalents		1,944,140	8,733,574	(1,102,228)	(4,077,378)	(4,499,493)
Cash and cash equivalents at beginning of year/period		(3,280,414)	(1,336,274)	7,397,300	7,397,300	6,295,072
Cash and cash equivalents at end of year/period	(i)	(1,336,274)	7,397,300	6,295,072	3,319,922	1,795,579

## (i) Cash and cash equivalents

Cash and cash equivalents included in the statements of cash flows comprise the following amounts:

	FYE	FYE	FYE	Unaudited 5 months FPE	5 months FPE
	31.12.2011	31.12.2012	31.12.2013	31.5.2013	31.5.2014
	RM	RM	RM	RM	RM
Cash and bank balances	2,574,718	11,727,513	9,747,615	6,980,731	4,904,120
Fixed and security deposit with licensed banks	7,637,727	6,837,305	11,457,383	7,011,022	10,986,502
	10,212,445	18,564,818	21,204,998	13,991,753	15,890,622

**12. ACCOUNTANTS' REPORT (Cont'd)****10.0 Historical financial information (cont'd.)****Consolidated Statements of Cash Flows (cont'd.)****(i) Cash and cash equivalents (cont'd.)**

Cash and cash equivalents included in the statements of cash flows comprise the following amounts (cont'd.):

	FYE	FYE	FYE	Unaudited 5 months FPE	5 months FPE
	31.12.2011	31.12.2012	31.12.2013	31.5.2013	31.5.2014
	RM	RM	RM	RM	RM
Less: Bank over-drafts	(3,910,992)	(4,330,213)	(3,452,543)	(3,660,809)	(3,108,541)
	6,301,453	14,234,605	17,752,455	10,330,944	12,782,081
Less: Fixed and security deposits pledged	(7,637,727)	(6,837,305)	(11,457,383)	(7,011,022)	(10,986,502)
	(1,336,274)	7,397,300	6,295,072	3,319,922	1,795,579

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.1 Property, plant and equipment

	Vessels RM	Vessel under construction RM	Buildings RM	Shipyard under construction RM	Motor vehicles RM	Renovation RM	Furniture, fittings and office equipment RM	Total RM
<b>Cost</b>								
At 1 January 2011	324,930,887	70,803,479	1,461,322	166,933	1,221,825	475,496	489,503	399,549,445
Additions	3,549,730	47,819,459	235,590	356,317	-	-	172,437	52,133,533
Write off	-	-	-	-	-	-	(131,426)	(131,426)
Disposal	(7,048,949)	-	-	-	-	-	-	(7,048,949)
Transfers	72,924,851	(72,924,851)	-	-	-	-	-	-
At 31 December 2011	394,356,519	45,698,087	1,696,912	523,250	1,221,825	475,496	530,514	444,502,603
<b>Accumulated depreciation</b>								
At 1 January 2011	66,059,740	-	127,759	-	1,176,090	372,195	397,094	68,132,878
Charge for the year	18,949,724	-	33,938	-	15,548	62,267	51,370	19,112,847
Write off	-	-	-	-	-	-	(131,426)	(131,426)
Disposal	(6,092,892)	-	-	-	-	-	-	(6,092,892)
At 31 December 2011	78,916,572	-	161,697	-	1,191,638	434,462	317,038	81,021,407
<b>Net carrying amount</b>								
At 31 December 2011	315,439,947	45,698,087	1,535,215	523,250	30,187	41,034	213,476	363,481,196

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.1 Property, plant and equipment (cont'd.)

	Vessels RM	Vessel under construction RM	Buildings RM	Shipyard under construction RM	Motor vehicles RM	Renovation RM	Furniture, fittings and office equipment RM	Total RM
<b>Cost</b>								
At 1 January 2012	394,356,519	45,698,087	1,696,912	523,250	1,221,825	475,496	530,514	444,502,603
Additions	3,904,297	14,148,542	-	-	367,616	-	40,961	18,461,416
Transfers	46,596,903	(46,596,903)	-	-	-	-	-	-
At 31 December 2012	444,857,719	13,249,726	1,696,912	523,250	1,589,441	475,496	571,475	462,964,019
<b>Accumulated depreciation</b>								
At 1 January 2012	78,916,572	-	161,697	-	1,191,638	434,462	317,038	81,021,407
Charge for the year	20,767,627	-	33,938	-	67,871	41,034	43,968	20,954,438
At 31 December 2012	99,684,199	-	195,635	-	1,259,509	475,496	361,006	101,975,845
<b>Net carrying amount</b>								
At 31 December 2012	345,173,520	13,249,726	1,501,277	523,250	329,932	-	210,469	360,988,174

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.1 Property, plant and equipment (cont'd.)

	Vessels RM	Vessel under construction RM	Buildings RM	Shipyard under construction RM	Motor vehicles RM	Renovation RM	Furniture, fittings and office equipment RM	Total RM
<b>Cost</b>								
At 1 January 2013	444,857,719	13,249,726	1,696,912	523,250	1,589,441	475,496	571,475	462,964,019
Additions	55,607,465	43,993,929	-	2,027,210	153,426	42,250	127,319	101,951,599
Disposals	(19,898,800)	-	-	-	(756,091)	-	-	(20,654,891)
Transfers	13,249,726	(13,249,726)	-	-	-	-	-	-
At 31 December 2013	493,816,110	43,993,929	1,696,912	2,550,460	986,776	517,746	698,794	544,260,727
<b>Accumulated depreciation</b>								
At 1 January 2013	99,684,199	-	195,635	-	1,259,509	475,496	361,006	101,975,845
Charge for the year	20,783,521	-	33,938	-	118,927	8,450	62,737	21,007,573
Disposals	(13,874,806)	-	-	-	(756,091)	-	-	(14,630,897)
At 31 December 2013	106,592,914	-	229,573	-	622,345	483,946	423,743	108,352,521
<b>Net carrying amount</b>								
At 31 December 2013	387,223,196	43,993,929	1,467,339	2,550,460	364,431	33,800	275,051	435,908,206



## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.1 Property, plant and equipment (cont'd.)

	Vessels RM	Vessel under construction RM	Buildings RM	Shipyard under construction RM	Motor vehicles RM	Renovation RM	Furniture, fittings and office equipment RM	Total RM
<b>Cost</b>								
At 1 January 2014	493,816,110	43,993,929	1,696,912	2,550,460	986,776	517,746	698,794	544,260,727
Additions	1,111,500	33,317,910	-	730,416	99,739	85,689	1,699	35,346,953
Disposals	-	-	-	-	(62,500)	-	-	(62,500)
Transfers	30,459,802	(30,459,802)	-	-	-	-	-	-
At 31 May 2014	525,387,412	46,852,037	1,696,912	3,280,876	1,024,015	603,435	700,493	579,545,180
<b>Accumulated depreciation</b>								
At 1 January 2014	106,592,914	-	229,573	-	622,345	483,946	423,743	108,352,521
Charge for the period	9,766,585	-	14,145	-	35,180	3,520	32,067	9,851,497
Disposals	-	-	-	-	(62,500)	-	-	(62,500)
At 31 May 2014	116,359,499	-	243,718	-	595,025	487,466	455,810	118,141,518
<b>Net carrying amount</b>								
At 31 May 2014	409,027,913	46,852,037	1,453,194	3,280,876	428,990	115,969	244,683	461,403,662

**12. ACCOUNTANTS' REPORT (Cont'd)****10.1 Property, plant and equipment (cont'd.)****(a) Security**

Net carrying amount of assets pledged as security for islamic financing facilities, overdraft and conventional financing facilities are as follows:

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Vessels	315,439,947	345,173,520	387,223,196	409,027,913
Vessels under construction	45,698,087	13,249,726	43,993,929	46,852,037
	<u>361,138,034</u>	<u>358,423,246</u>	<u>431,217,125</u>	<u>455,879,950</u>

**(b) Assets held under finance lease**

During the financial period/year, the Group acquired property, plant and equipment at aggregate costs of RM35,346,953 (2013: RM101,951,599, 2012: RM18,461,416, 2011: RM52,133,533) respectively of which RM87,000 (2013: RM129,500, 2012: RM219,000, 2011: Nil) were by means of finance lease agreement.

Net carrying amount of motor vehicles of the Group held under finance lease arrangements are RM347,006 (2013: RM282,199, 2012: RM227,329, 2011: RM29,440).

**(c) Borrowing costs**

Included in vessels under construction of the Group is interest capitalised for the period/year of RM434,594 (2013: Nil, 2012: RM1,479,182, 2011: RM660,815).

**10.2 Investment in an associate**

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
At cost:				
Unquoted shares	17,143,171	17,143,171	-	-
Share of post-acquisition reserve	4,272,207	9,317,508	-	-
	<u>21,415,378</u>	<u>26,460,679</u>	<u>-</u>	<u>-</u>

As at 31 December 2012 and 31 December 2011, the Group had 31% ownership interest in Orkim Sdn. Bhd. ("Orkim"), which is involved in ship owning, ship broking, ship management and marine consultation in Malaysia.

On 1 March 2013, the Group disposed of 11,662,267 ordinary shares of RM1 each or 31% equity interest in Orkim to GMV-Orkim Sdn. Bhd. for a total cash consideration of RM66,862,745.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.2 Investment in an associate (cont'd.)**

The following table illustrates the summarised financial information of Orkim for FYE 31 December 2011 and 31 December 2012:

	<b>Revenue (100%)</b>	<b>Profit (100%)</b>	<b>Total assets (100%)</b>	<b>Total liabilities (100%)</b>
<b>31 December 2011</b>				
<b>Equity accounted</b>				
Orkim*	<u>65,547,000</u>	<u>11,760,000</u>	<u>252,465,000</u>	<u>172,597,000</u>
<b>31 December 2012</b>				
<b>Equity accounted</b>				
Orkim*	<u>75,261,370</u>	<u>16,275,166</u>	<u>309,830,628</u>	<u>213,682,956</u>

\* Orkim is incorporated in Malaysia.

**10.3 Trade and other receivables**

	<b>31.12.2011 RM</b>	<b>31.12.2012 RM</b>	<b>31.12.2013 RM</b>	<b>31.5.2014 RM</b>
<u>Non current</u>				
<b>Trade receivables</b>				
Finance lease receivable	-	-	3,820,249	3,758,058

**12. ACCOUNTANTS' REPORT (Cont'd)****10.3 Trade and other receivables (cont'd.)**

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<u>Current</u>				
<b>Trade receivables</b>				
Finance lease receivable	-	-	449,181	511,372
Trade receivables	8,652,514	11,659,335	27,523,239	31,655,520
Less: Allowance for impairment	-	(203,962)	(1,458,092)	(2,404,436)
	<u>8,652,514</u>	<u>11,455,373</u>	<u>26,514,328</u>	<u>29,762,456</u>
<b>Other receivables</b>				
Other receivables	2,059,681	4,828,391	5,988,883	5,163,009
Amount due from a company related to a director	-	-	1,482,900	-
Deposits	30,663	41,042	41,562	46,362
Prepayments	320,398	1,909,284	1,271,561	366,050
	<u>2,410,742</u>	<u>6,778,717</u>	<u>8,784,906</u>	<u>5,575,421</u>
<b>Total receivables - current</b>	<u>11,063,256</u>	<u>18,234,090</u>	<u>35,299,234</u>	<u>35,337,877</u>
<b>Total receivables - current and non-current</b>	<u>11,063,256</u>	<u>18,234,090</u>	<u>39,119,483</u>	<u>39,095,935</u>

The Group has significant concentration of credit risk as 41% (2013: 32%, 2012: 22%, 2011: 29%) of the trade receivables is due from one of its major debtors.

Included in the prepayment as at 31 May 2014 is an amount of RM302,767 relates to professional fees incurred for the IPO and listing that is available for set off against the share premium.

**(a) Finance lease commitments - as lessor**

Finance lease receivable represents the present value of the minimum lease payments receivable by the Group under a finance lease arrangement for a period of five years. At the end of lease term, the ownership of the vessel will be transferred to the lessee for a consideration of RM1,000,000.

The future minimum lease payment under finance leases together with the present value of the minimum lease payments are as follows:

**12. ACCOUNTANTS' REPORT (Cont'd)****10.3 Trade and other receivables (cont'd.)****(a) Finance lease commitments - as lessor (cont'd.)**

	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>
Future minimum lease payment:		
Not later than 1 year	1,734,000	1,734,000
Later than 1 year but not later than 5 years	6,491,000	5,768,500
Total minimum lease payments	8,225,000	7,502,500
Less: Unearned finance income	(3,955,570)	(3,233,070)
Present value of minimum lease payment	4,269,430	4,269,430
Present value of minimum lease payment		
Not later than 1 year	449,181	511,372
Later than 1 year but not later than 5 years	3,820,249	3,758,058
	4,269,430	4,269,430

**10.4 Inventories**

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>At cost:</b>				
Bunker on board	1,206,937	-	-	-

**10.5 Cash and bank balances**

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Fixed and security deposits with licensed banks	7,637,727	6,837,305	11,457,383	10,986,502
Cash and bank balances	2,574,718	11,727,513	9,747,615	4,904,120
	10,212,445	18,564,818	21,204,998	15,890,622

The deposits placed with licensed banks for the Group are all pledged for bank facilities.

Included in the deposits placed with licensed banks for the Group are deposits under the name of Dato' Ir. Abdul Hak' Bin Md Amin and Datin Hamidah Binti Omar being the individual shareholders of the Group amounting to RM600,468 (2013: RM593,049, 2012: RM575,775, 2011: RM559,039) and RM244,463 (2013: RM241,445, 2012: RM234,413, 2011: RM226,745) respectively. As at August 2014, deposits under the name of Dato' Ir. Abdul Hak Bin Md Amin have been transferred to the Company whereby deposits under the name of Datin Hamidah Binti Omar is still in the process of change of name.

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.6 Share capital

	Number of shares				Amount			
	31.12.2011	31.12.2012	31.12.2013	31.5.2014	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<b>Authorised:</b>								
<u>Ordinary shares</u>								
At beginning of year /period	60,000,000^	60,000,000^	60,000,000^	800,000,000*	60,000,000	60,000,000	60,000,000	200,000,000
Increase pursuant to share split	-	-	180,000,000*	-	-	-	-	-
Created during the year/period	-	-	560,000,000*	-	-	-	140,000,000	-
At end of year/period	<u>60,000,000^</u>	<u>60,000,000^</u>	<u>800,000,000*</u>	<u>800,000,000*</u>	<u>60,000,000</u>	<u>60,000,000</u>	<u>200,000,000</u>	<u>200,000,000</u>
<u>RCCPS of RM0.10 each</u>								
At beginning of year /period	16,000,000	16,000,000	16,000,000	16,000,000	1,600,000	1,600,000	1,600,000	1,600,000
Cancellation during the year/period	-	-	-	(16,000,000)	-	-	-	(1,600,000)
At end of year/period	<u>16,000,000</u>	<u>16,000,000</u>	<u>16,000,000</u>	<u>-</u>	<u>1,600,000</u>	<u>1,600,000</u>	<u>1,600,000</u>	<u>-</u>



## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.6 Share capital (cont'd.)

	Number of shares				Amount			
	31.12.2011	31.12.2012	31.12.2013	31.5.2014	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<b>Issued and fully paid:</b>								
At beginning of year								
/period	44,040,816^	44,040,816^	44,040,816^	,390,000,000*	44,040,816	44,040,816	44,040,816	97,500,000
Conversion of RCCPS (Note 10.10)	-	-	12,897,412^	-	-	-	12,897,412	-
Bonus issue	-	-	28,036,069^	-	-	-	28,036,069	-
Issued during the year/period	-	-	12,525,703^	-	-	-	12,525,703	-
	<u>44,040,816^</u>	<u>44,040,816^</u>	<u>97,500,000</u>	<u>390,000,000*</u>	<u>44,040,816</u>	<u>44,040,816</u>	<u>97,500,000</u>	<u>97,500,000</u>
Subdivision of par value to RM0.25 each	-	-	292,500,000*	-	-	-	-	-
At end of the year/ period	<u>44,040,816^</u>	<u>44,040,816^</u>	<u>390,000,000*</u>	<u>390,000,000*</u>	<u>44,040,816</u>	<u>44,040,816</u>	<u>97,500,000</u>	<u>97,500,000</u>

^ Par value of RM1.00 each.

\* Par value of RM0.25 each.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.6 Share capital (cont'd.)**

During the FYE 31 December 2013, the Company:

- (i) completed a share split whereby every one (1) existing ordinary share of RM1.00 each was subdivided into four (4) ordinary shares of RM0.25 each.
- (ii) increased its authorised ordinary share capital from RM60,000,000 to RM200,000,000 through the creation of 560,000,000 ordinary shares of RM0.25 each.

During the FYE 31 December 2013, the Company increased its issued and paid-up ordinary share capital from RM44,040,816 to RM97,500,000 by way of issuance of 53,459,184 ordinary shares of RM1 each via the following exercises:

- (i) issuance of 12,897,412 new ordinary shares of RM1.00 each pursuant to the conversion of 12,897,412 RCCPS of RM0.10 each with share premium of RM0.90.
- (ii) allotment of 28,036,069 new ordinary shares of RM1.00 each on 30 December 2013 credited as fully paid pursuant to the bonus issue on the basis of approximately 0.4036 new ordinary shares for every 1 existing ordinary shares held in the Company.
- (iii) issuance of 12,525,703 new ordinary shares for RM1.00 each for the purpose of repayment of amount owing to Sindora Berhad, the immediate holding company.

The new ordinary shares issued during the financial year ranked *pari passu* in all respects with the existing ordinary shares of the Company.

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions and rank equally with regard to the Company's residual assets.

Details of issued and fully paid RCCPS are included in Note 10.10.



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**12. ACCOUNTANTS' REPORT (Cont'd)**

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**10.7 Retained profits**

Prior to the year of assessment 2008, Malaysia companies adopted the full imputation system. In accordance with the Finance Act 2007 which was gazetted on 28 December 2007, companies shall not be entitled to deduct tax on dividends paid, credited or distributed to its shareholders, and such dividends will be exempted from tax in the hands of the shareholders ("single tier system"). However, there is a transitional period of six years, expiring on 31 December 2013, to allow companies to pay franked dividends to their shareholders under limited circumstances. Companies also have an irrevocable option to disregard the 108 balance and opt to pay dividends under the single tier system. The change in the tax legislation also provides for the 108 balance to be locked-in as at 31 December 2007 in accordance with Section 39 of the Finance Act 2007.

The Company did not elect for the irrevocable option to disregard the 108 balance. Accordingly, during the transitional period, the Company may utilise the credit in the 108 balance to distribute cash dividend payments to ordinary shareholdings as defined under the Finance Act 2007. As at 31 December 2012, the Company has sufficient credit in the 108 balance and tax exempt profits to pay franked dividends out of its entire retained profits. Any 108 balance which has not been utilised as at 31 December 2013 is disregarded. Thereafter, the Company may distribute dividends out of its entire retained profits under the single tier system.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.8 Loans and borrowings**

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Current:</b>				
<b>Unsecured</b>				
Bank overdraft	3,910,992	4,330,213	3,452,543	3,108,541
Finance lease	8,494	103,903	66,870	82,322
<b>Secured</b>				
Islamic financing facilities	29,934,665	38,444,496	15,187,461	14,013,525
Conventional financing facilities	7,627,361	7,627,360	25,912,099	27,150,736
	<u>41,481,512</u>	<u>50,505,972</u>	<u>44,618,973</u>	<u>44,355,124</u>
<b>Non-current:</b>				
<b>Unsecured</b>				
Finance lease	2,082	87,979	206,869	249,746
<b>Secured</b>				
Islamic financing facilities	191,537,653	170,939,733	92,320,508	86,806,696
Conventional financing facilities	26,446,500	18,813,263	125,633,059	157,049,495
	<u>217,986,235</u>	<u>189,840,975</u>	<u>218,160,436</u>	<u>244,105,937</u>

**(a) Security**

The Islamic financing facilities and conventional financing facilities are secured by way of the following:

- (i) Duly executed and enforceable Memorandum of Deposit and letter of set-off for the placement of fixed deposits totalling RM9,581,406 (2013: RM5,785,991, 2012: RM5,390,422, 2011: RM3,832,283) in form of Al Mudharabah General Investment Account (GIA) throughout the financing period respectively.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.8 Loans and borrowings (cont'd.)****(a) Security (cont'd.)**

- (ii) Assignment of the relevant insurance coverage over the vessels indicating the Bank as loss payee (beneficiary), namely:

- (a) Hull and machinery;
- (b) Mortgage interest; and
- (c) Protection and Indemnity Club (P&I) acceptable to the Bank.

The amount to be covered by insurance shall not be less than the outstanding amount of the facilities.

- (iii) Guarantee given by certain directors and shareholders of the Company.
- (iv) Duly executed and enforceable Deed of Mortgage and Covenant over the vessels to be financed by the Bank; and
- (v) Legal Assignment of the contract proceeds throughout the financing period to be duly acknowledged by charterer.

**(b) Finance lease commitments - as lessee**

The Group has finance leases for certain motor vehicles (Note 10.1). These leases do not have terms of renewal. The future minimum lease payments under finance leases together with the present value of the minimum lease payments are as follows:

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
Future minimum lease payment:				
Not later than 1 year	11,016	112,099	78,252	96,045
Later than 1 year but not later than 5 years	2,714	101,595	223,697	267,585
Total minimum lease payments	13,730	213,694	301,949	363,630
Less: Finance charges	(3,154)	(21,812)	(28,210)	(31,562)
Present value of minimum lease payment	10,576	191,882	273,739	332,068
Present value of minimum lease payment:				
Not later than 1 year	8,494	103,903	66,870	82,322
Later than 1 year but not later than 5 years	2,082	87,979	206,869	249,746
	10,576	191,882	273,739	332,068

**12. ACCOUNTANTS' REPORT (Cont'd)****10.9 Deferred tax assets and liabilities**

Deferred tax assets and liabilities are attributable to the following:

	Property, plant and equipment RM	Provision RM	Unutilised capital allowance RM	Unused tax losses RM	Total RM
At 1 January 2011	(3,583,335)	31,727	-	786,133	(2,765,475)
Recognised in profit or loss (Note 10.16)	(3,463,713)	-	-	-	(3,463,713)
At 31 December 2011	(7,047,048)	31,727	-	786,133	(6,229,188)
Recognised in profit or loss (Note 10.16)	(5,620,794)	(31,727)	1,837,783	(642,205)	(4,456,943)
At 31 December 2012	(12,667,842)	-	1,837,783	143,928	(10,686,131)
Recognised in profit or loss (Note 10.16)	(5,506,768)	656,131	2,660,439	105,558	(2,084,640)
At 31 December 2013	(18,174,610)	656,131	4,498,222	249,486	(12,770,771)
Recognised in profit or loss (Note 10.16)	(7,592,783)	262,889	6,147,984	464,764	(717,146)
At 31 May 2014	(25,767,393)	919,020	10,646,206	714,250	(13,487,917)

The unused tax losses and unutilised capital allowance of the Group amounting to RM45,441,824 (2013: RM18,990,832, 2012: RM7,926,844, 2011: RM3,144,532) are available indefinitely for offsetting against future taxable profits of the respective entities within the Group.

**10.10 Redeemable Cumulative Convertible Preference Shares ("RCCPS")**

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
Issued and fully paid at beginning of the year	5,977,551	8,997,959	8,997,959	-
Issued and fully paid during the year				
- 3,020,408 RCCPS at RM1 each	3,020,408	-	-	-
- 3,899,453 RCCPS at RM1 each	-	-	3,899,453	-
Conversion to ordinary share	-	-	(12,897,412)	-
Issued and fully paid at end of the year	8,997,959	8,997,959	-	-

**12. ACCOUNTANTS' REPORT (Cont'd)****10.10 Redeemable Cumulative Convertible Preference Shares ("RCCPS") (cont'd.)**

The main features of the RCCPS are as follows:

- (i) The RCCPS carry a fixed cumulative dividend of 6% per annum on its issue price.
- (ii) No dividend or other distributions shall be declared or paid on the ordinary shares in any financial year unless dividends shall have been paid to or declared on the RCCPS at the rate referred to above.
- (iii) In the event of the winding up of the Company or a reduction by repayment of capital, the RCCPS carry the right to have the surplus assets applied first in paying of the RCCPS held by the holders and in payment of the arrears of RCCPS dividends.
- (iv) Each RCCPS is liable to be redeemed automatically after the maturity date or at any time prior to the maturity date.
- (v) The RCCPS shall be convertible at the option of the holders at anytime, after the maturity date commencing from 24 July 2014. Each RCCPS shall be convertible into shares on the basis of one fully paid up share for every one RCCPS.

On 30 December 2013, RCCPS holders approved that all issued and fully paid RCCPS to be converted to ordinary shares.

**10.11 Trade and other payables**

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Trade</b>				
Trade payables	15,342,590	10,616,663	24,203,484	13,199,613
Freight income received in advance	-	-	7,626,919	5,950,438
	<u>15,342,590</u>	<u>10,616,663</u>	<u>31,830,403</u>	<u>19,150,051</u>
<b>Non-trade</b>				
Amount due to holding company	4,574,755	20,925,554	239,859	242,718
Amount due to shareholders	967,224	825,280	581,610	635,024
Other payables and accrued expenses	951,047	2,242,128	3,637,194	3,225,007
Dividend payable	1,050,000	2,000,000	-	-
	<u>7,543,026</u>	<u>25,992,962</u>	<u>4,458,663</u>	<u>4,102,749</u>
	<u>22,885,616</u>	<u>36,609,625</u>	<u>36,289,066</u>	<u>23,252,800</u>

The amount due to holding company is non-trade, unsecured, bearing interest at 6.5% (2013: 6.5%, 2012: Nil, 2011: Nil) per annum and repayable on demand.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.12 Revenue**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Freight income	93,847,806	102,723,848	116,889,449	38,817,528	62,813,197
Demurrage	2,215,838	-	-	-	-
Fabrication works	-	-	4,228,504	4,228,504	-
	<u>96,063,644</u>	<u>102,723,848</u>	<u>121,117,953</u>	<u>43,046,032</u>	<u>62,813,197</u>

**10.13 Finance costs**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Interest/profit expense incurred on:					
- Bank overdraft	286,099	292,691	309,339	135,777	94,400
- Finance leases	5,766	8,333	5,735	2,073	4,269
- Interest on advances from immediate holding company	-	-	635,226	304,461	3,834
- Conventional and islamic financing	11,803,237	12,913,926	13,091,658	5,454,012	5,817,173
- RCCPS	489,635	539,877	499,238	184,898	-
	<u>12,584,737</u>	<u>13,754,827</u>	<u>14,541,196</u>	<u>6,081,221</u>	<u>5,919,676</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.14 Profit before tax**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Profit before tax is arrived at after charging/(crediting):					
Auditors' remuneration					
- Statutory audit	46,000	50,000	56,000	23,500	23,500
- Other services	-	-	-	-	440,000
Depreciation on property, plant and equipment (Note 10.1)	19,112,847	20,954,438	21,007,573	7,907,916	9,851,497
Allowance for impairment on trade receivables	-	203,962	1,254,130	-	1,352,306
Reversal of impairment loss on trade receivables	-	-	-	-	(405,962)
Realised foreign exchange loss	167,066	61,363	117,109	47,687	25,659
Rental of office equipment	6,960	7,380	7,800	3,250	5,850
Rental of staff quarters	48,000	58,000	60,000	20,000	20,000
Rental of office	15,252	13,902	13,902	5,793	55,211
Rental of shipyard	-	-	97,200	47,250	-
Rental of leasehold land	-	-	140,000	42,000	77,000
Personnel expenses (including key management personnel):					
- Wages, salaries and others	13,367,916	13,020,839	17,620,424	6,245,542	7,832,163

**12. ACCOUNTANTS' REPORT (Cont'd)****10.14 Profit before tax (cont'd.)**

	<b>FYE</b>	<b>FYE</b>	<b>FYE</b>	<b>Unaudited</b>	<b>5 months</b>
	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>5 months</b>	<b>5 months</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>FPE</b>	<b>FPE</b>
				<b>31.5.2013</b>	<b>31.5.2014</b>
				<b>RM</b>	<b>RM</b>
- Contributions to Employees Provident Fund	676,133	1,100,907	1,827,573	553,160	785,161
Insurance recoveries	(1,511,892)	(2,129,055)	(3,507,138)	-	(963,549)
Interest income on fixed deposits	(245,307)	(314,546)	(922,996)	(121,089)	(371,396)
Interest on finance lease receivable	-	-	(1,163,932)	(356,693)	(552,150)
(Gain)/loss on disposal of property, plant and equipment	(926,576)	-	1,262,497	1,168,980	(4,000)
Gain on disposal of an associate	-	-	(37,455,128)	(37,455,128)	-

**10.15 Key management personnel compensation**

The key management personnel compensations are as follows:

	<b>FYE</b>	<b>FYE</b>	<b>FYE</b>	<b>Unaudited</b>	<b>5 months</b>
	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>5 months</b>	<b>5 months</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>FPE</b>	<b>FPE</b>
				<b>31.5.2013</b>	<b>31.5.2014</b>
				<b>RM</b>	<b>RM</b>
Short term employee benefits	637,669	703,399	837,600	329,304	290,294
Defined contribution plan	54,925	74,235	105,300	48,000	43,500
Other short term benefits	31,019	30,381	35,048	9,704	10,263
	<b>723,613</b>	<b>808,015</b>	<b>977,948</b>	<b>387,008</b>	<b>344,057</b>



**12. ACCOUNTANTS' REPORT (Cont'd)****10.16 Income tax expense**

Income tax expense recognised in profit or loss:

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
<b>Current tax expense:</b>					
Current year	-	900,470	360,786	(14,403)	1,576,806
Under/(over) provision in prior year	-	-	19,166	19,166	(42,168)
	-	900,470	379,952	4,763	1,534,638
<b>Deferred tax expense (Note 10.9):</b>					
Origination of temporary differences	1,046,229	2,573,089	3,160,886	1,264,519	1,298,114
Under/(over) provision in prior year	2,417,484	1,883,854	(1,076,246)	(1,076,246)	(580,968)
	3,463,713	4,456,943	2,084,640	188,273	717,146
	3,463,713	5,357,413	2,464,592	193,036	2,251,784

Domestic current income tax is calculated at the statutory tax rate of 25% (2013: 25%, 2012: 25%, 2011: 25%) of the estimated assessable profit for the year. The domestic statutory tax rate will be reduced to 24%, effective year of assessment 2016 onwards.

The reconciliation between tax expense and the product of accounting profit multiplied by the applicable corporate tax rate of 25% for the FYE 31 December 2011, 2012, 2013 and FPE 31 May 2014 are as follows:

**12. ACCOUNTANTS' REPORT (Cont'd)****10.16 Income tax expense (cont'd.)**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
Profit before tax	12,116,022	24,265,340	59,367,503	44,871,052	7,512,146
Tax at 25%	3,029,006	6,066,335	14,841,876	11,217,763	1,878,037
Non-deductible expenses	352,987	2,040,934	1,517,702	480,506	1,843,922
Tax exempt income	(1,424,364)	(2,921,779)	(12,101,171)	(9,711,418)	(847,039)
Utilisation of previously unrecognised tax losses	-	(450,606)	-	-	-
Effect of share of profit of associate	(911,400)	(1,261,325)	(736,735)	(736,735)	-
Under/(over) provision in prior year					
- deferred tax	2,417,484	1,883,854	(1,076,246)	(1,076,246)	(580,968)
Under/(over) provision in prior year					
- income tax	-	-	19,166	19,166	(42,168)
	<u>3,463,713</u>	<u>5,357,413</u>	<u>2,464,592</u>	<u>193,036</u>	<u>2,251,784</u>

Tax savings during the FPE 31 May 2014 arising from utilisation of previously unrecognised tax losses is Nil (FYE 2013: Nil, FYE 2012: RM450,606, FYE 2011: Nil) respectively.

As at 31 December 2011, the Group has tax losses of approximately RM1,802,424 (FPE 31.5.2014: Nil, FYE 2013: Nil, FYE 2012: Nil) that are available for offset against future taxable profits of the companies in which the losses arose, for which no deferred tax asset is recognised due to uncertainty of its recoverability.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.17 Dividend**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months ended 31.5.2013 RM	5 months ended 31.5.2014 RM
<b>Recognised during the year</b>					
Interim tax exempt (single-tier) dividend on 44,040,816 ordinary shares					
- RM0.56 per share	-	-	25,000,000	25,000,000	-
- RM0.04 per share	-	2,000,000	-	-	-

**10.18 Financial instruments**

Financial assets and financial liabilities of the Group are measured at amortised cost. The principal accounting policies of the Group described how the class of financial instruments are measured, and how income and expenses are measured. The table below provides an analysis of financial assets and financial liabilities in the consolidated statements of financial position by the class of financial instrument to which they are assigned to.

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<b>Financial assets</b>				
Loans and receivables				
- Trade and other receivables	10,742,858	16,324,806	37,847,922	38,729,885
- Cash and bank balances	10,212,445	18,564,818	21,204,998	15,890,622
	<u>20,955,303</u>	<u>34,889,624</u>	<u>59,052,920</u>	<u>54,620,507</u>
<b>Financial liabilities</b>				
Other financial liabilities				
- Loans and borrowings	259,467,747	240,346,947	262,779,409	288,461,061
- Trade and other payables	21,835,616	34,609,625	28,662,147	17,302,362
- RCCPS	8,997,959	8,997,959	-	-
	<u>290,301,322</u>	<u>283,954,531</u>	<u>291,441,556</u>	<u>305,763,423</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies**

The Group is exposed to financial risks arising from its operations and the use of financial instruments. The key financial risks include credit risk, liquidity risk, foreign currency risk and interest rate risk.

The Board of Directors reviews and agrees policies and procedures for the management of these risks, which are executed by the management team.

It is, and has been throughout the current and previous financial years, the Group's policy that no derivatives shall be undertaken. The Group does not apply hedge accounting.

The following sections provide details regarding the Group's exposure to the above-mentioned financial risks and the objectives, policies and processes for the management of these risks.

**(a) Credit risk**

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counterparty default on its obligations. The Group's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and bank balances), the Group minimises credit risk by dealing exclusively with high credit rating counterparties.

The Group's objective is to seek continual revenue growth while minimising losses incurred due to increased credit risk exposure. The Group trades only with recognised and creditworthy third parties. It is the Group's policy that all customers who wish to trade on credit terms are subject to credit verification procedures. In addition, receivable balances are monitored on an ongoing basis with the result that the Group's exposure to bad debts is not significant.

Management has 30 days (2013: 30 days, 2012: 30 days, 2011: 30 days) credit term policy in place and the exposure to credit risk is monitored on an ongoing basis.

**Exposure to credit risk**

As at the end of the reporting period, the maximum exposure to credit risk arising from receivables is represented by the carrying amounts in the statement of financial position. The Group has only invested in fixed deposits and maintains current accounts with licensed banks.

A significant portions of these receivables are regular customers that have been transacting with the Group. The Group uses ageing analysis to monitor the credit quality of the receivables. Any receivables having significant balances due more than 90 days, which are deemed to have higher credit risk, are monitored individually.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(a) Credit risk (cont'd.)**Exposure to credit risk (cont'd.)

The ageing of trade receivables as at the end of the reporting period was:

	<b>Gross RM</b>	<b>Individual impairment RM</b>	<b>Net RM</b>
<b>31.12.2011</b>			
Not past due	3,576,210	-	3,576,210
Past due 30 - 59 days	3,170,613	-	3,170,613
Past due 60 - 89 days	269,700	-	269,700
Past due more than 90 days	1,635,991	-	1,635,991
	<u>8,652,514</u>	<u>-</u>	<u>8,652,514</u>
<b>31.12.2012</b>			
Not past due	3,880,961	-	3,880,961
Past due 30 - 59 days	3,414,932	-	3,414,932
Past due 60 - 89 days	1,435,395	-	1,435,395
Past due more than 90 days	2,928,047	(203,962)	2,724,085
	<u>11,659,335</u>	<u>(203,962)</u>	<u>11,455,373</u>
<b>31.12.2013</b>			
Not past due	12,864,583	-	12,864,583
Past due 30 - 59 days	7,093,104	-	7,093,104
Past due 60 - 89 days	3,190,936	-	3,190,936
Past due more than 90 days	8,644,046	(1,458,092)	7,185,954
	<u>31,792,669</u>	<u>(1,458,092)</u>	<u>30,334,577</u>
<b>31.5.2014</b>			
Not past due	12,548,507	(144,500)	12,404,007
Past due 30 - 59 days	9,565,441	(289,000)	9,276,441
Past due 60 - 89 days	5,160,485	(434,731)	4,725,754
Past due more than 90 days	8,650,517	(1,536,205)	7,114,312
	<u>35,924,950</u>	<u>(2,404,436)</u>	<u>33,520,514</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(a) Credit risk (cont'd.)**Receivables that are individually impaired

The Group's trade receivables that are individually impaired at the reporting date and the movement of the allowance accounts used to record the impairment are as follows:

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
Trade receivables - nominal amounts	-	444,398	1,848,527	2,548,936
Less: Allowance for impairment	-	(203,962)	(1,458,092)	(2,404,436)
	-	240,436	390,435	144,500

Trade receivables that are individually determined to be impaired at the reporting date relate to debtors that are in significant financial difficulties and have defaulted on payments. These receivables are not secured by any collateral or credit enhancements.

The movements in the allowance for impairment losses of receivables during the financial year/period are as follows:

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
At 1 January	148,183	-	203,962	1,458,092
Charge for the year	-	203,962	1,254,130	1,352,306
Reversal	-	-	-	(405,962)
Written off	(148,183)	-	-	-
	-	203,962	1,458,092	2,404,436

The allowance account in respect of trade receivables is used to record impairment losses. Unless the Group is satisfied that recovery of the amount is possible, the amount considered irrecoverable is written off against the receivable directly.

Receivables that are neither past due nor impaired

Trade receivables that are neither past due nor impaired are creditworthy debtors with good payment records with the Group. None of the Group's trade receivables that are neither past due nor impaired have been renegotiated during the financial period/year.

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**12. ACCOUNTANTS' REPORT (Cont'd)**

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**10.19 Financial risk management objectives and policies (cont'd.)****(a) Credit risk (cont'd.)**Receivables that are past due but not impaired

The Group have trade receivables amounting to RM20,827,507 (2013: RM17,079,559, 2012: RM7,333,976, 2011: RM5,076,304) that are past due at the reporting date but not impaired. These balances are not secured.

**(b) Liquidity risk**

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due. The Group's exposure to liquidity risk arises principally from its various payables, loans and borrowings.

The Group maintains a level of cash and cash equivalents and bank facilities deemed adequate by the management to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they fall due.

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.19 Financial instruments (cont'd.)

## (b) Liquidity risk (cont'd.)

## Maturity analysis (cont'd.)

	Carrying amount RM	Contractual interest rate/ coupon	Contractual cash flows RM	Under 1 year RM	1 - 2 years RM	2 - 5 years RM	More than 5 years RM
<b>31.12.2011</b>							
<i>Non-derivative financial liabilities</i>							
<u>Islamic financing facilities</u>							
Bai Bithaman Ajil Financing	88,479,124	5.35%-6.90%	113,515,273	22,643,856	14,660,208	35,093,219	41,117,990
Istisna'	91,593,189	4.90%	108,530,661	16,629,247	16,629,247	49,887,741	25,384,426
Musharakah Mutanaqisah	41,400,005	4.91%-5.25%	64,654,786	3,693,183	5,782,891	19,172,082	36,006,630
<u>Conventional financing facilities</u>							
Conventional term loan	34,073,861	5.35%-7.38%	39,887,062	9,614,886	9,116,159	18,443,625	2,712,392
<u>Others</u>							
RCCPS	8,997,959	6.00%	10,392,643	539,878	9,852,765	-	-
Finance lease liabilities	10,576	4.68%-6.32%	13,730	11,016	2,714	-	-
Bank overdraft	3,910,992	6.45%	3,910,992	3,910,992	-	-	-
Trade and other payables	21,835,616	-	21,835,616	21,835,616	-	-	-
	<u>290,301,322</u>		<u>362,740,763</u>	<u>78,878,674</u>	<u>56,043,984</u>	<u>122,596,667</u>	<u>105,221,438</u>



## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.19 Financial instruments (cont'd.)

## (b) Liquidity risk (cont'd.)

*Maturity analysis (cont'd.)*

	Carrying amount RM	Contractual interest rate/ coupon	Contractual cash flows RM	Under 1 year RM	1 - 2 years RM	2 - 5 years RM	More than 5 years RM
<b>31.12.2012</b>							
<i>Non-derivative financial liabilities</i>							
<u>Islamic financing facilities</u>							
Bai Bithaman Ajil Financing	76,873,499	5.35%-6.90%	96,703,263	20,654,942	13,298,357	32,070,966	30,678,998
Istisna'	79,523,453	5.20%	104,814,783	19,512,521	19,512,521	58,537,564	7,252,177
Musharakah Mutanaqisah	52,987,277	4.91%-5.25%	64,654,786	8,107,776	8,107,776	16,215,552	32,223,682
<u>Conventional financing facilities</u>							
Conventional term loan	26,440,623	5.35%-7.38%	35,414,681	9,402,832	8,910,394	17,101,455	-
<u>Others</u>							
RCCPS	8,997,959	6.00%	9,852,765	539,878	9,312,888	-	-
Finance lease liabilities	191,882	4.68%-6.32%	213,694	112,099	101,595	-	-
Bank overdraft	4,330,213	6.45%	4,330,213	4,330,213	-	-	-
Trade and other payables	34,609,625	-	34,609,625	34,609,625	-	-	-
	<u>283,954,531</u>		<u>350,593,810</u>	<u>97,269,886</u>	<u>59,243,531</u>	<u>123,925,537</u>	<u>70,154,857</u>

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.19 Financial instruments (cont'd.)

## (b) Liquidity risk (cont'd.)

*Maturity analysis (cont'd.)*

	Carrying amount RM	Contractual interest rate/ coupon	Contractual cash flows RM	Under 1 year RM	1 - 2 years RM	2 - 5 years RM	More than 5 years RM
<b>31.12.2013</b>							
<i>Non-derivative financial liabilities</i>							
<u>Islamic financing facilities</u>							
Bai Bithaman Ajil Financing	60,737,124	5.35%-6.90%	76,211,473	13,461,471	10,815,936	29,614,461	22,319,605
Musharakah Mutanaqisah	46,770,845	4.91%-5.25%	55,212,011	8,107,776	8,107,776	24,323,328	14,673,131
<u>Conventional financing facilities</u>							
Conventional term loan	151,545,158	4.83%-7.38%	172,587,171	32,948,603	33,384,621	71,714,428	34,539,519
<u>Others</u>							
Finance lease liabilities	273,739	4.68%-6.32%	301,949	78,252	145,445	78,252	-
Bank overdraft	3,452,543	6.45%	3,452,543	3,452,543	-	-	-
Trade and other payables	28,662,147	-	28,662,147	28,662,147	-	-	-
	<u>291,441,556</u>		<u>336,427,294</u>	<u>86,710,792</u>	<u>52,453,778</u>	<u>125,730,469</u>	<u>71,532,255</u>

## 12. ACCOUNTANTS' REPORT (Cont'd)

## 10.19 Financial instruments (cont'd.)

## (b) Liquidity risk (cont'd.)

*Maturity analysis (cont'd.)*

	Carrying amount RM	Contractual interest rate/ coupon	Contractual cash flows RM	Under 1 year RM	1 - 2 years RM	2 - 5 years RM	More than 5 years RM
<b>31.5.2014</b>							
<i>Non-derivative financial liabilities</i>							
<u>Islamic financing facilities</u>							
Bai Bithaman Ajil Financing	56,374,614	5.35%-6.90%	69,986,450	11,670,511	10,815,936	28,690,518	18,809,485
Musharakah Mutanaqisah	44,445,607	4.91%-5.25%	51,833,771	8,107,776	8,107,776	24,323,328	11,294,891
<u>Conventional financing facilities</u>							
Conventional term loan	184,200,231	4.83%-7.38%	204,811,673	41,770,616	36,253,696	74,025,711	52,761,650
<u>Others</u>							
Finance lease liabilities	332,068	4.68%-6.32%	363,630	96,045	97,788	169,797	-
Bank overdraft	3,108,541	6.45%	3,108,541	3,108,541	-	-	-
Trade and other payables	17,302,362	-	17,302,362	17,302,362	-	-	-
	<u>305,763,423</u>		<u>347,406,427</u>	<u>82,055,852</u>	<u>55,275,196</u>	<u>127,209,354</u>	<u>82,866,026</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(c) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group is exposed to foreign currency risk on sales and purchases that are denominated in a currency other than the respective functional currencies of Group entities. The currencies giving rise to this risk are primarily United States Dollar ("USD"), Singapore Dollar ("SGD"), Euro ("EURO") and Japanese Yen ("JPY").

**Exposure to foreign currency risk**

	JPY RM	USD RM	Denominated in SGD RM	EURO RM
<b>31.12.2011</b>				
Trade and other receivables	-	776,805	-	-
Trade and other payables	-	(625,749)	(43,103)	(255,970)
<b>Net exposure</b>	-	151,056	(43,103)	(255,970)
<b>31.12.2012</b>				
Trade and other receivables	-	2,652,881	-	-
Trade and other payables	-	(41,250)	(447,134)	-
<b>Net exposure</b>	-	2,611,631	(447,134)	-
<b>31.12.2013</b>				
Trade and other receivables	-	1,347,225	-	-
Trade and other payables	(60,830)	(424,832)	(2,384,742)	(22,117)
<b>Net exposure</b>	(60,830)	922,393	(2,384,742)	(22,117)
<b>31.5.2014</b>				
Trade and other receivables	-	489,870	-	-
Trade and other payables	(21,974)	(129,079)	(474,863)	(21,324)
<b>Net exposure</b>	(21,974)	360,791	(474,863)	(21,324)

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(c) Foreign currency risk (cont'd.)****Currency risk sensitivity analysis**

A 10% strengthening of the RM against the following currencies at the end of the reporting period would result in equity and post-tax profit increased/(decreased) by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remained constant and ignores any impact of forecast sales and purchases.

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
USD	(11,329)	(195,872)	(69,179)	(27,059)
SGD	3,233	33,535	178,856	35,615
JPY	-	-	4,562	1,648
EURO	19,198	-	1,659	1,599

A 10% weakening of RM against the above currencies at the end of the reporting period would have had equal but opposite effect on the amounts shown above, on the basis that all other variables remained constant.

**(d) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of the Group's financial instruments will fluctuate because of changes in market interest rates.

The Group's exposure to interest rate risk arises primarily from their loans and borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk. The Group manages the interest rate exposure by maintaining a mixed of fixed and floating rate borrowings.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(d) Interest rate risk (cont'd.)****Exposure to interest rate risk**

The interest rate profile of the Group's significant interest-bearing financial instruments, based on carrying amounts as at the end of the reporting period/year was:

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Fixed rate instruments</b>				
Financial assets	7,637,727	6,837,305	11,457,383	10,986,502
Financial liabilities	135,472,511	116,834,176	83,269,859	75,135,009
<b>Floating rate instruments</b>				
Financial liabilities	132,993,195	132,510,730	179,509,550	213,326,052

**Interest rate risk sensitivity analysis**

A change of 100 basis points ("bp") in interest rates at the end of the reporting period would result in equity and post-tax profit increased/(decreased) by the amounts shown below. This analysis assumes that all other variables, in particular foreign currency rates, remained constant.

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Floating rate instruments</b>				
- 100bp increase	(9,974,490)	(9,938,305)	(13,463,216)	(15,999,454)
- 100bp decrease	9,974,490	9,938,305	13,463,216	15,999,454

## 12. ACCOUNTANTS' REPORT (Cont'd)



## 10.19 Financial risk management objectives and policies (cont'd.)

## (e) Fair value of financial instruments

- (i) Fair value by classes that are not carried at fair value whose carrying amounts are not reasonable approximation of fair values:

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<b>Carrying amount</b>				
Finance lease receivable (non-current)	-	-	3,820,249	3,758,058
Fixed rate loans and borrowings (non-current)	97,412,182	79,638,885	62,669,650	56,222,571
RCCPS	8,997,959	8,997,959	-	-
<b>Fair value</b>				
Finance lease receivable non-current)	-	-	5,372,444	4,876,383
Fixed rate loans and borrowings (non-current)	101,815,136	86,997,874	69,178,307	58,028,137
RCCPS	8,980,691	8,914,994	-	-

The fair values of non-current finance lease receivables, fixed rate loans and borrowings and RCCPS are estimated by discounting expected future cash flows at the market incremental lending/borrowing rate for similar types of lending, borrowing or leasing arrangements at the reporting date.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(e) Fair value of financial instruments (cont'd.)**

- (ii) The following table provides the fair value measurement hierarchy of the Group's assets and liabilities for which fair value is disclosed:

**Level 1:**

Quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:**

Other techniques for which all inputs that have a significant effect on the recorded fair value are observable, either directly or indirectly

**Level 3:**

Techniques that use inputs that have a significant effect on the recorded fair value that are not based on observable market data

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>31.12.2011</b>			
Fixed rate loans and borrowings	-	(101,815,136)	-
RCCPS	-	(8,980,691)	-

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>31.12.2012</b>			
Fixed rate loans and borrowings	-	(86,997,874)	-
RCCPS	-	(8,914,994)	-

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>31.12.2013</b>			
Finance lease receivable	-	5,372,444	-
Fixed rate loans and borrowings	-	(69,178,307)	-

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>31.5.2014</b>			
Finance lease receivable	-	4,876,383	-
Fixed rate loans and borrowings	-	(58,028,137)	-



**12. ACCOUNTANTS' REPORT (Cont'd)****10.19 Financial risk management objectives and policies (cont'd.)****(e) Fair value of financial instruments (cont'd.)**

- (iii) Fair value by classes that are not carried at fair value whose carrying amounts are reasonable approximation of fair values:

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
<b>Carrying amount</b>				
Trade and other receivables (current)				
- Trade receivables	8,652,514	11,455,373	26,065,147	29,251,084
- Other receivables	2,090,344	4,869,433	6,030,445	5,209,371
- Finance lease receivables	-	-	449,181	511,372
- Amount due from a company related to a director	-	-	1,482,900	-
Fixed rate loans and borrowings (current)	29,062,370	28,197,332	20,600,209	18,912,438
Floating rate loans and borrowings (current and (non-current))	132,993,195	132,510,730	179,509,550	213,326,052
Trade and other payables (current)	21,835,616	34,609,625	28,662,147	17,302,362

The carrying amounts of the current financial assets and liabilities are reasonable approximations of fair values due to their short-term nature.

The floating rate loans and borrowings are re-priced to market interest rates on or near the reporting date. Therefore, the carrying amounts are reasonable approximation of fair values.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.20 Capital management**

The primary objective of the Group's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximises shareholder value.

The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return on capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the year/period ended 31 December 2011, 31 December 2012, 31 December 2013 and 31 May 2014.

The Group monitors capital using a gearing ratio, which is net debt divided by total capital. The Group's policy is to keep the gearing ratio less than 2.5 times. The Group includes within net debt, loans and borrowings, trade and other payables, less cash and bank balances. Capital includes equity attributable to the owners of the parent less the fair value adjustment reserve, if any.

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
RCCPS	8,997,959	8,997,959	-	-
Loans and borrowings	259,467,747	240,346,947	262,779,409	288,461,061
Less: Cash and bank balances	(10,212,445)	(18,564,818)	(21,204,998)	(15,890,622)
Net debt	<u>258,253,261</u>	<u>230,780,088</u>	<u>241,574,411</u>	<u>272,570,439</u>
Equity attributable to the owners of the parent	<u>109,798,702</u>	<u>126,706,629</u>	<u>184,032,655</u>	<u>189,293,017</u>
Gearing ratio	<u>2.35</u>	<u>1.82</u>	<u>1.31</u>	<u>1.44</u>

**12. ACCOUNTANTS' REPORT (Cont'd)****10.21 Related parties**

In addition to the transactions detailed elsewhere in the financial statements, the following significant transactions between the Group and related parties took place at terms agreed between the parties during the financial year/period.

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months FPE 31.5.2013 RM	5 months FPE 31.5.2014 RM
<b>Holding company</b>					
Sindora Berhad					
- Accommodation Expenses	462	2,370	430	-	-
- Interest on RCPPS	369,054	394,677	238,882	98,825	-
- Interest on advances	-	-	635,226	304,461	3,834
<b>Shareholders</b>					
Dato' Ir. Abdul Hak Bin Md Amin					
- Interest on RCPPS	83,669	100,752	181,388	60,028	-
Datin Hamidah binti Omar					
- Interest on RCPPS	36,912	44,448	78,968	26,045	-
- Rental paid	48,000	58,000	60,000	20,000	20,000
<b>Other related parties</b>					
<b>IPPJ Sdn. Bhd.*</b>					
- Donation	7,000	-	-	-	-
<b>Jcorp Intrapreneur (M) Sdn. Bhd.*</b>					
- Training course	5,000	-	-	-	-
<b>Pro Corporate Management Services Sdn. Bhd.*</b>					
- Secretarial costs	11,593	11,980	17,763	6,605	6,910
<b>Pro Office Shoppe Sdn Bhd*</b>					
- Printing and Stationery cost	981	-	-	-	-
<b>Tiram Travel Sdn. Bhd.*</b>					
- Travelling expenses	322,242	163,697	133,132	64,408	115,385

**12. ACCOUNTANTS' REPORT (Cont'd)****10.21 Related parties (cont'd.)**

	FYE 31.12.2011 RM	FYE 31.12.2012 RM	FYE 31.12.2013 RM	Unaudited 5 months ended 31.5.2013 RM	5 months ended 31.5.2014 RM
<b>Berkat Global Sdn. Bhd.**</b>					
- Survey fees	249,110	361,114	259,878	5,800	187,880
<b>EPASA Shipping Agency Sdn. Bhd. ***</b>					
- Shipping agency fee	63,518	323,858	498,669	170,860	136,474

\* The companies are controlled by the ultimate holding company.

\*\* The company is controlled by the director of the Company.

\*\*\* The company is controlled by the immediate holding company.

The directors of the Company are of opinion that the above transactions have been entered into in the normal course of business and have been established on terms that are no more favourable to the related parties than those arranged with independent third parties.

Information regarding outstanding balances arising from related party transactions as at 31 December 2011, 2012, 2013 and 31 May 2014 are disclosed in Note 10.3 and Note 10.11.

Key management personnel are defined as those persons having authority and responsibility for planning, directing and controlling the activities of the Group either directly or indirectly. The Group regards its directors as the key management personnel and their compensations are disclosed in Note 10.15.

**10.22 Commitments**

	31.12.2011 RM	31.12.2012 RM	31.12.2013 RM	31.5.2014 RM
<b>(a) Vessels under construction</b>				
Approved and contracted for	22,100,000	-	80,671,351	203,125,141
<b>(b) Shipyard under construction</b>				
Approved but not contracted for	-	-	10,750,630	10,750,630

**(c) Operating lease arrangements**The Group as lessor

The Group has entered into non-cancellable operating lease agreements on its vessels. These leases have remaining non-cancellable lease terms of between 1 to 10 years.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.22 Commitments (cont'd.)****(c) Operating lease arrangements (cont'd.)**The Group as lessor (cont'd.)

The future lease payments receivable under non-cancellable operating leases contracted for as at the reporting date but not recognised as receivables, are as follows:

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Not later than 1 year	82,258,750	85,285,270	144,355,312	142,012,604
Later than 1 year and not later than 5 years	238,128,558	251,678,978	425,203,818	643,642,917
Later than 5 years	378,468,690	242,846,236	308,162,900	281,511,400
	<b>698,855,998</b>	<b>579,810,484</b>	<b>877,722,030</b>	<b>1,067,166,921</b>

Charter hire revenue earned from chartering the Group's vessels recognised as revenue during the financial year/period is as disclosed in Note 10.12.

The Group as lessee

The Group has entered into commercial lease on rental of leasehold land and third party vessels. The lease has an average tenure of one to twenty years with renewal option included in the contracts.

Most of the leases include a clause that inspection need to be carried out by the authority and failure of such inspection will resulted in option to terminate the contract.

Future minimum rentals payable under non-cancellable operating leases at the reporting date are as follows:

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Not later than 1 year	3,818,063	4,197,500	44,209,126	35,398,246
Later than 1 year and not later than 5 years	-	7,693,500	16,691,315	11,913,675
Later than 5 years	-	-	30,135,560	30,065,560
	<b>3,818,063</b>	<b>11,891,000</b>	<b>91,036,001</b>	<b>77,377,481</b>

The total of future minimum sublease payments expected to be received under non-cancellable subleases as at 31 May 2014 is RM89,000,543 (2013: RM97,510,068, 2012: RM14,277,699, 2011: RM5,058,000).

**12. ACCOUNTANTS' REPORT (Cont'd)****10.23 Segment information**

**Information about segment assets, segments liabilities, segment operating results, and revenue from external customers by product.**

The Group only has one reportable segment. All information on segment assets, segment liabilities and segment operating results can be directly obtained from the statement of financial position and statement of comprehensive income. There are three external customers (2013: two, 2012: two, 2011: two) who contribute 10% or more on total revenue of the Group.

	<b>31.12.2011</b>	<b>31.12.2012</b>	<b>31.12.2013</b>	<b>31.5.2014</b>
	<b>RM</b>	<b>RM</b>	<b>RM</b>	<b>RM</b>
Customer A	61,970,691	59,381,211	48,758,776	21,034,628
Customer B	15,259,237	18,998,486	23,529,000	12,774,000
Customer C	-	-	-	7,783,548
Total revenue for the year/period	<b>77,229,928</b>	<b>78,379,697</b>	<b>72,287,776</b>	<b>41,592,176</b>

**Information about geographical area**

The Group mainly carried out activities in Malaysia. In 2012, revenue contribution from outside Malaysia amounting to RM3,291,631 which contributed 3.2% of the total revenue for that year.

**10.24 Significant events**

In addition to the significant events disclosed elsewhere in this report, other significant events are as follows:

**FYE 2011**

- (a) On 28 January 2011, the Group acquired additional 380,000 ordinary shares in Orkim representing 1.1% of the issued and paid-up share capital of Orkim for cash consideration of RM494,000. Following the Acquisition, the Group's shareholdings in Orkim was increased from 29.9% to 31%.
- (b) On 14 January 2011, the Company issued 1,000,000 units of RCCPS of RM0.10 at the issue price of RM1.00 each. The issuance of these RCCPS were fully paid on 14 January 2011.
- (c) On 10 August 2011, the Company issued 1,000,000 units of RCCPS of RM0.10 at the issue price of RM1.00 each. The issuance of these RCCPS were fully paid on 10 August 2011.
- (d) On 16 August 2011, the Company issued 1,020,408 units of RCCPS of RM0.10 at the issue price of RM1.00 each. The issuance of these RCCPS were fully paid on 16 August 2011.

**12. ACCOUNTANTS' REPORT (Cont'd)****10.24 Significant events (cont'd)**

In addition to the significant events disclosed elsewhere in this report, other significant events are as follows (cont'd.):

**FYE 2013**

(a) On 1 March 2013, the Group has disposed 11,662,267 ordinary shares of RM1 each or 31% equity interest in Orkim to GMV-Orkim Sdn. Bhd. for a total cash consideration of RM66,862,745.

(b) During the FYE 31 December 2013, the Company:

- (i) completed a share split whereby every one (1) existing ordinary share of RM1 each was subdivided into four (4) ordinary shares of RM0.25 each.
- (ii) increased its authorised ordinary share capital from RM60,000,000 to RM200,000,000 through the creation of 560,000,000 ordinary shares of RM0.25 each.

During the FYE 31 December 2013, the Company increased its issued and paid-up ordinary share capital from RM44,040,816 to RM97,500,000 by way of issuance of 53,459,184 ordinary shares of RM1 each via the following exercises:

- (i) issuance of 12,897,412 new ordinary shares of RM1 each pursuant to the conversion of 12,897,412 RCCPS of RM0.10 each with share premium of RM0.90.
- (ii) allotment of 28,036,069 new ordinary shares of RM1 each on 30 December 2013 credited as fully paid pursuant to the bonus issue on the basis of approximately 0.4036 new ordinary shares for every 1 existing ordinary shares held in the Company.
- (iii) issuance of 12,525,703 new ordinary shares for RM1 each for the purpose of repayment of amount owing to Sindora Berhad, the immediate holding company.

**FPE 2014**

(a) On 15 April 2014, the Board of the Directors of the Company granted approval in principle for the IPO and Listing of the entire issued and paid up share capital of the Company on the Main Market of Bursa Securities. The approval in principle is subject to obtaining the approval of the shareholders of the Company and such regulatory approvals as may be required.

**12. ACCOUNTANTS' REPORT (Cont'd)**



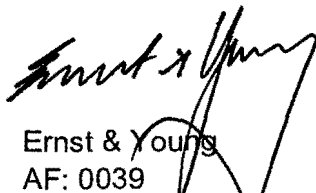
**10.25 Subsequent event**

On 4 June 2014, the Company disposed of one of its vessel for a cash consideration of RM1,700,000. The aforesaid disposal resulted in a loss on disposal amounting to RM35,396.

**10.26 Conversion into a public limited company**


On 27 March 2014, the Company converted into a public limited company and assumed its present name of E.A. Technique (M) Berhad.

Yours faithfully,



Ernst & Young  
AF: 0039  
Chartered Accountants

Kuala Lumpur  
7 November 2014



Sundralingam A/L Navaratnam  
No. 2984/05/16(J)  
Chartered Accountant



**13. DIRECTORS' REPORT**



**E.A. Technique (M) Berhad. (256516-W)**

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e-mail: eat@eatechnique.com.my  
website: www.eatechnique.com.my

**Registered office:-**  
Level 11, Menara KOMTAR  
Johor Bahru City Centre  
80000 Johor Bahru  
Johor

**11 NOV 2014**

To: The shareholders of **E.A. Technique (M) Berhad**

Dear Sir/Madam,

On behalf of the Board of Directors of E.A. Technique (M) Berhad ("**E.A. Technique**"), I report after due inquiry that during the period from 31 May 2014 (being the date to which the last audited financial statements of E.A. Technique and its subsidiary ("**E.A. Technique Group**") have been made up) to the date herein (being a date not earlier than 14 days before the issue of this Prospectus):-

- (a) the business of the E.A. Technique Group has, in the opinion of the Directors, been satisfactorily maintained;
- (b) in the opinion of the Directors, no circumstances have arisen since the last audited financial statements of the E.A. Technique Group which have adversely affected the trading or the value of the assets of E.A. Technique or its subsidiary;
- (c) the current assets of the E.A. Technique Group appear in the books at values which are believed to be realisable in the ordinary course of business;
- (d) there are no contingent liabilities by reason of any guarantee or indemnity given by E.A. Technique or its subsidiary;
- (e) there has been, since the last audited financial statements of the E.A. Technique Group, no default or any known event that could give rise to a default situation, on payments of either interest and/or principal sums in respect of any borrowings; and
- (f) save as disclosed in **Section 11.2** and **12** of this Prospectus, there has been, since the last audited financial statements of the E.A. Technique Group, no material change in the published reserves or any unusual factor affecting the profits of the E.A. Technique Group.

Yours faithfully  
For and on behalf of the Board of Directors of  
**E.A. TECHNIQUE (M) BERHAD**

  
**DATO' IR. ABDUL HAK BIN MD AMIN**  
Managing Director

## 14. STATUTORY AND OTHER GENERAL INFORMATION

### 14.1 Share capital

- (i) No securities will be allotted or issued or offered on the basis of this Prospectus later than twelve (12) months after the date of the issue of this Prospectus.
- (ii) There is no founder, management or deferred share in our Company. As at the LPD, our Company has one (1) class of shares, namely ordinary shares of par value RM0.25 each, all of which rank *pari passu* with one another.
- (iii) Save as disclosed in **Section 5.3** of this Prospectus, no shares, stocks or debentures of our Group have been issued or proposed to be issued as fully or partly paid-up in cash or otherwise, within the two (2) years preceding the LPD.
- (iv) None of the share capital of our Company or any of our subsidiaries is under option, or agreed conditionally or unconditionally to be put under option.
- (v) There is currently no scheme involving our Directors or employees in the capital of our Company.
- (vi) Our Company does not have any outstanding convertible debt security as at the LPD.

### 14.2 Articles of Association

The following is extracted from our Company's Articles of Association and is qualified in its entirety by the remainder of the provisions of our Company's Articles of Association and by applicable law.

#### 14.2.1 Variation of class rights

"24. Class rights may be modified

*If at any time the share capital is divided into different classes of shares, the rights attached to any class (unless otherwise provided by the terms of issue of shares of that class) may, whether or not the Company is being wound up, be varied or abrogated with the consent in writing of the holders of not less than three fourths of the issued shares of that class, or with the sanction of a special resolution passed at a separate general meeting of the holders of the shares of that class. To every such separate general meeting the provisions of these Articles relating to general meetings shall mutatis mutandis apply, but so that the necessary quorum shall be at least two (2) persons holding or representing by proxy not less than one tenth of the issued shares of the class and that any holder of shares of the class present in person or by proxy may demand a poll. To every such special resolution the provisions of Section 152 of the Act shall, with such adaptations as are necessary, apply."*

"25. Rights on creation or issue of further shares

*The rights conferred upon the holders of the shares of any class issued with preferred or other rights shall not, unless otherwise expressly provided by the terms of issue of the shares of that class, be deemed to be varied by the creation or issue of further shares ranking as regards to participation in the profits or assets of the Company in some or in all respects *pari passu* therewith."*

## 14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

### 14.2.2 Remuneration of Directors

#### "121. Remuneration of Directors

*The total fees of all of the Directors in any year shall be a fixed sum as shall from time to time be determined by an ordinary resolution of the Company in general meeting and such fee shall be divisible (unless such resolution otherwise provide) among the Directors as they may agree, or, failing agreement, equally, except that any Director who shall hold office for part only of the period in respect of which such fees are payable shall be entitled only to rank in such division for a proportion of the fee related to the period during which he has held office provided always that:*

- (a) *fees payable to non-executive Directors shall be by a fixed sum, and not by a commission on or percentage of profits or turnover;*
- (b) *remuneration payable to Director(s) holding executive position(s) under Article 150(1) may not include a commission on or percentage of turnover;*
- (c) *fees payable to Directors shall not be increased except pursuant to a resolution passed at a general meeting, where notice of the proposed increase has been given in the notice convening the meeting; and*
- (d) *any fee paid to an alternate Director shall be agreed upon between himself and the Director nominating him and shall be paid out of the remuneration of the latter."*

### 14.2.3 Transfer of securities

#### "50. Form of transfer

*Subject to the provisions of the Act, these Articles, the Central Depositories Act, the Rules and the Relevant Regulations with respect to transfer of Deposited Security, all transfers of shares:-*

- (a) *to the Central Depository or their nominee company; or*
- (b) *prior to the listing and quotation of such shares on the relevant Exchange, may be effected by transfer in writing in the usual common form conforming with the Act and/or approved by the relevant Exchange, or such form as may from time to time, be prescribed under the Act or approved by the relevant Exchange. Subject to these Articles, there shall be no restriction on the transfer of fully paid-up shares except where required by law."*

#### "51. Transfer of shares by book entry

- (1) *The transfer of any Deposited Security shall be by way of book entry by the Central Depository in accordance with the Rules and, notwithstanding sections 103 and 104 of the Act, but subject to subsection 107C(2) of the Act and any exemption that may be made from compliance with subsection 107C(1) of the Act, the Company shall be precluded from registering and effecting any transfer of such Deposited Security.*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)**

- (2) *The transfer of the beneficial ownership of any Deposited Security held by any Exempt Authorised Nominee (which does not result in a transfer of any Deposited Security to or from an Omnibus Account) shall be in accordance with the Relevant Regulations.*
- (3) *There shall be no restriction on the transfer of fully paid up ordinary shares of the Company, except where required by law or the Relevant Regulations or where the Company has a lien and no shares shall in any circumstances be transferred to any infant, bankrupt or person of unsound mind."*

**"52. Transmission of securities**

- (1) *Subject to the Relevant Regulations, where:-*
  - (a) *the securities of the Company are listed on another stock exchange other than Bursa Malaysia Securities Berhad; and*
  - (b) *the Company is exempted from compliance with Section 14 of the Central Depositories Act or Section 29 of the Securities Industry (Central Depositories) (Amendment) Act, 1998, as the case may be, under the Rules in respect of such securities,*

*the Company shall, upon request by a Depositor, permit a transmission of securities held by such Depositor from the register of holders maintained by the registrar of the Company in the jurisdiction of the other stock exchange to the Malaysian Register and vice versa provided that there shall be no change in the ownership of such securities.*
- (2) *The procedures for the transmission of the securities between Bursa Malaysia and any other Foreign Exchange and for the deposition and withdrawal of any securities held under scripless system shall be determined by the Directors from time to time subject to and in accordance with the Relevant Regulations."*

**"53. Obligation to keep register not affected**

*Nothing in these Articles shall be construed as affecting the obligation of the Company to keep a Register under Section 158 of the Act and a register of option holders under Section 68A of the Act and to open them for inspection in accordance with the provisions of the Act except that the Company shall not be obliged to enter in such registers the names and particulars of Depositors who are deemed to be members or option holders."*

**"54. Instrument of transfer**

*Subject to the Central Depositories Act, the Rules, and the Relevant Regulations, the instrument of transfer of any Deposited Security lodged with the Company for registration must be signed by or on behalf of the transferor and transferee, and the transferor shall be deemed to remain the holder of the share until the name of the transferee is entered in the Register."*

**"55. Restriction of transfer**

*No share shall in any circumstances be transferred to any infant, bankrupt or person of unsound mind."*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****"56. Maintenance of Register of Transfers**

*Subject to Article 51, the Company shall maintain a book called "Register of Transfers" which shall be kept by the Secretary or such other person authorised by the Directors. Subject to the provisions of the Central Depositories Act and the Rules and Article 51, particulars of the transfer or transmission of every share shall be entered into the Register of Transfers."*

**"57. Directors may refuse registration of transfer**

- (1) *With the exception of transfer in favour of the Central Depository and save and except for the transfer of beneficial ownership of any Deposited Security held through an Omnibus Account, and subject to the provisions of the Central Depositories Act and the Rules and the Relevant Regulations, as the case may be, the Directors may subject to Article 57(4) decline to register the transfer of any share (not being a fully paid share) and may also decline to register the transfer of any share on which the Company has a lien or if the registration of the transfer would result in a contravention of or failure to observe the provisions of a law in Malaysia.*
- (2) *The Directors may decline to recognise any instrument of transfer, unless:-*
  - (a) *Such fee, not exceeding Ringgit Malaysia Three (RM3.00) per transfer or such other sum as may be permitted by the relevant Exchange plus the amount of the proper duty with which each certificate is chargeable under the law relating to stamp duty as the Directors may from time to time require, is paid to the Company in respect thereof; and*
  - (b) *The instrument of transfer together with the certificate is deposited at the Office or at such other place (if any) as the Directors may appoint accompanied by such other evidence as the Directors may reasonably require to show the right of the transferor to make the transfer and if the instrument of transfer is executed by some other person on his behalf, the authority of that person to do so.*
- (3) *All instruments of transfers which are registered may be retained by the Company or its agents.*
- (4) *Subject to the provisions of the Central Depositories Act and the Rules, if the Directors decline to register any transfer they shall within ten (10) Market Days (or such other period specified by the relevant Exchange) after the date on which the transfer was lodged with the Company send to the transferor, lodging broker and to the transferee written notice of refusal and the precise reasons thereof. Any instrument of transfer which the Directors may decline to register shall be returned to the person who tendered the same for registration save and except in cases where the Directors suspect fraud."*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****"58. Suspension of registration of transfers**

*The registration of transfers (including transfers of beneficial ownership of any Deposited Security held through an Omnibus Account) may be suspended at such time and for such period as the Directors may from time to time determine, provided always that such registration shall not be suspended for more than thirty (30) days in any year. At least ten (10) Market Days' (or such other period specified by the relevant Exchange) notice of such closure shall be given to the relevant Exchange stating the period and the purpose or purposes of such closure. In relation to such closure, the Company shall give notice, in accordance with the Central Depositories Act and the Rules and the Relevant Regulations, as the case may be, to the Central Depository, to enable the Central Depository to prepare the appropriate Record of Depositors."*

**14.2.4 Voting and borrowing powers of Directors****"126. Power of Directors to borrow money**

- (1) *The Directors may exercise all the powers of the Company to borrow money and to mortgage or charge its undertakings, property and uncalled capital, or any part thereof, and to issue debentures and other securities whether outright or as security for any debt, liability or obligation of the Company or of any third party.*
- (2) *The Directors shall cause a proper register to be kept in accordance with Section 115 of the Act of all mortgages and charges specifically affecting the property of the Company and shall duly comply with the requirements of Section 108 of the Act in regard to the registration of mortgages and charges therein specified and otherwise.*
- (3) *If the Directors or any of them, or any other person, shall become personally liable for the payment of any sum primarily due from the Company, the Directors may execute or cause to be executed any mortgage, charge or security over or affecting the whole or any part of the assets of the Company by way of indemnity to secure the Directors or persons so becoming liable as aforesaid from any loss in respect of such liability."*

**"142. Director not to vote in contracts where he has an interest**

*No Director may vote in respect of any other contract or proposed contract or arrangement in which he is directly or indirectly interested nor any contract or proposed contract or arrangement with any other company in which he is interested either as an officer of that company or as a holder of shares or other securities in that other company."*

**14.2.5 Voting rights****"100. Rights and votes of members**

- (1) *Subject to Article 59 and any special rights or restrictions for the time being attached to any class or classes of shares, at meetings of members or classes of members, each member shall be entitled to be present and to vote at any general meeting of the Company either personally or by proxy or by attorney and to be reckoned in a quorum in respect of shares fully paid and in respect of partly paid shares where calls are not due and unpaid.*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)**

- (2) *Subject to Article 59 and any special rights or restrictions as to voting attached to any class or classes of shares by or in accordance with these Articles, on a show of hands every person present who is a member or a member's representative, or holder of preference shares or proxy or attorney shall have one (1) vote and in the case of a poll every member present in person or by proxy or by attorney or other duly authorised representative shall have one (1) vote for every share held by him upon which all calls due to the Company have been paid. A person entitled to more than one (1) vote need not use all his votes or cast all the votes he uses on a poll in the same way. Subject to Article 59, the shares held or represented by a member present in person or by proxy or by attorney or other duly authorised representative shall, in relation to shares of a Depositor, be the number of shares entered against his name in the Record of Depositors.*
- (3) *Where the capital of the Company consists of shares of different monetary denominations, voting rights shall be prescribed in such manner that a unit of capital in each class, when reduced to a common denominator, shall carry the same voting power when such right is exercisable."*

**"101. Corporation as member**

*Any corporation which is a member of the Company may by resolution of its Directors or other governing body authorise such person as it thinks fit to act as its representative either at a particular meeting of the Company, or at all meetings of the Company or any class of members and the person so authorised shall, in accordance with his authority and until his authority is revoked by the corporation, be entitled to exercise the same powers on behalf of the corporation which he represents as that corporation could exercise if it were an individual member of the Company."*

**"102. Votes of joint-holders**

*Subject to the Central Depositories Act and the Rules, when there are joint-holders of any share, any one of such persons may vote at any meeting, either personally or by proxy, in respect of such share as if he were solely entitled thereto, and if more than one of such joint-holders be present at any meeting personally or by proxy, the person whose name stands first on the Register or to the extent permissible under the Central Depositories Act and the Rules, on the Record of Depositors in respect of such share shall alone be entitled to vote in respect thereof."*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****"144. Voting right of Director**

*A Director may be or become or continue to be a director, managing director, manager or other officer or member of or otherwise interested in any corporation promoted by the Company or in which the Company may be interested as shareholder or otherwise, or any corporation, which is directly or indirectly interested in the Company as shareholder or otherwise, and no such Director shall be accountable to the Company for any remuneration or other benefits received by him as a director, managing director, manager or other officer of or member of, or from his interest in, such corporation, whether as a nominee of the Company or otherwise, unless the Company otherwise directs at the time of his appointment. The Director may, provided that he has complied with Section 131 and all other relevant provisions of the Act and of these Articles, exercise the voting power conferred by the shares or other interest in any such other corporation held or owned by the Company, or exercisable by him as director of such other corporation in such manner and in all respects as he thinks fit but a Director may not vote in favour of the exercise of such voting rights in the manner as aforesaid, if he may be, or is about to be appointed, a director, managing director, manager or other officer of such corporation and as such is or may become interested in the exercise of such voting rights in manner aforesaid."*

**14.2.6 Limitation on the right to hold securities and/or exercise voting rights****"103. Votes of lunatic, deceased or bankrupt member**

- (1) Any member being of unsound mind or whose person or estate is liable to be dealt with in any way under the law relating to mental disorder may vote by his committee, receiver curator bonis, or other legal guardian or such other person as properly has the management of his estate. Any one of such person may vote either personally or by proxy or by attorney Provided such evidence as the Directors may require of the authority of the person claiming to vote shall have been deposited at the Office not less than four (4) days before the time appointed for holding the meeting.*
- (2) The legal personal representative of a deceased member or the person entitled under the Articles 55 to 58 to any share in consequence of the death or bankruptcy of any member may vote at any general meeting in respect thereof in the same manner as if he was the registered holder of such shares provided that forty eight (48) hours at least before the time of holding the meeting or adjourned meeting as the case may be at which he proposes to vote he shall satisfy the Directors of his right to any share in consequence of the death or bankruptcy of any member unless the Directors shall have previously admitted his right to vote in respect thereof.*

**"104. Member in default**

*No member shall be entitled to be present or to vote at any general meeting or to exercise any privilege as a member nor be counted as one of the quorum unless all calls or other sums immediately payable by him in respect of shares in the Company have been paid."*



## 14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)

### "105. Time for objection

*No objection shall be raised as to the qualification of any voter except at the meeting or adjourned meeting at which the vote objected to is given or tendered, and every vote not disallowed at such meeting shall be valid for all purposes. Any such objection shall be referred to the Chairman at the meeting, whose decision shall be final and conclusive."*

*Save as disclosed above, there is no limitation on the right to own securities, including any limitation on the right of a non-resident or non-Malaysian shareholder to hold or exercise voting rights on such securities, which is imposed by Malaysian law or by the constituent documents of the Company.*

### 14.2.7 Modification of rights

#### "23. Modification of Rights

*Notwithstanding Article 24 hereof, the repayment of preference share capital other than redeemable preference share capital, or any other alteration of preference shareholders' rights, shall only be made pursuant to a special resolution of the preference shareholders concerned PROVIDED ALWAYS that where the necessary majority for such special resolution is not obtained at the meeting, consent in writing if obtained from the holders of three-fourths of the preference shares concerned within two (2) months of the meeting, shall be as valid and effectual as a special resolution carried at the meeting."*

### 14.2.8 Issue of Shares

#### "5. Issue of Shares

- (1) *Subject to the Act, the Central Depositories Act, the Rules, the Relevant Regulations and the conditions, restrictions and limitations expressed in these Articles, the Directors may allot, grant options over or otherwise dispose of the unissued share capital of the Company to such persons, at such time and on such terms as they think proper, PROVIDED ALWAYS THAT –*
  - (a) *no shares shall be issued at a discount except in compliance with the provisions of the Act;*
  - (b) *no shares shall be issued which shall have the effect of transferring a controlling interest in the Company without the prior approval of the members in general meeting;*
  - (c) *in the case of shares other than ordinary shares, no special rights shall be attached until the same have been expressed in these Articles;*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)**

- (d) *subject to Article 5(2) and notwithstanding the existence of a resolution pursuant to Section 132D of the Act, no shares or convertible securities shall be issued if the nominal value of those shares or convertible securities, when aggregated with the nominal value of any such shares or convertible securities issued during the preceding 12 months, exceeds 10% of the nominal value of the issued and paid-up capital (excluding treasury shares) of the Company, except where the shares or convertible securities are issued with the prior approval of the members in general meeting of the precise terms and conditions of the issue;*
  - (e) *every issue of shares or options to employees and/or Directors shall be approved by the members in general meeting and in relation to a Director such approval shall specifically detail the amount of shares or options to be issued to such Director.*
- (2) *Except in the case of an issue of securities on a pro rata basis to members, there shall be no issue of shares or other convertible securities to a Director, major shareholder, Chief Executive or person connected with any Director, major shareholder or Chief Executive (hereinafter referred to as "the interested Director", "interested major shareholder", "interested Chief Executive" or "interested person connected with a Director, major shareholder or Chief Executive" respectively) unless members in general meeting have approved of the specific allotment to be made to such aforesaid persons.*
- (3) *In a meeting to obtain members' approval in respect of the allotment referred to under Article 5(2) above:-*
  - (a) *the interested Director, interested major shareholder, interested Chief Executive or interested person connected with a Director, major shareholder or Chief Executive; and*
  - (b) *where the allotment is in favour of an interested person connected with a Director, major shareholder or Chief Executive,*

*such Director, major shareholder or Chief Executive, must not vote on the resolution approving the said allotment. An interested Director, interested major shareholder or interested Chief Executive must ensure that persons connected with him abstain from voting on the resolution approving the said allotment.*
- (4) *The notice of the meeting referred to in Article 5(2) shall state:-*
  - (a) *the number of securities to be allotted;*
  - (b) *the purpose of allotment;*
  - (c) *the precise terms and conditions of the allotment; and*
  - (d) *the identity and relationship of the persons connected with the Director, major shareholder or Chief Executive, where applicable.*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)**

- (5) *In this Article, "major shareholder", "Chief Executive" and "person connected with any Director, major shareholder or Chief Executive" shall have the meaning ascribed thereto in the Listing Requirements."*

**14.2.9 Dividends**

**"158. Payment of dividends**

*The profits of the Company available for dividend and determined to be distributed shall be applied in the payment of dividends to the members in accordance with their respective rights and priorities. The Company in general meeting may declare dividends accordingly."*

**"159. Amount of dividend**

*No dividend shall be paid otherwise than out of profits of the Company and no dividend shall be paid in excess of the amount recommended by the Directors."*

**"160. Apportionment of dividends**

*Subject to the rights of persons (if any) entitled to shares with special rights as to dividend, all dividends shall be declared and paid according to the amounts paid up on the shares in respect whereof the dividends is paid, but amount paid up on a share in advance of calls shall not, whilst carrying interest pursuant to Article 33, be treated for the purpose of this Article as paid up in the share.*

*All dividends shall be apportioned and paid pro-rata according to the amounts paid up on the shares during any portion or portions of the period in respect of which the dividend is paid except that if any share is issued on terms providing that it shall rank for dividend as if paid up (in whole or in part) as from a particular date, such share shall rank for dividend accordingly."*

**"161. Interim dividends**

*The Directors may if they think fit from time to time pay to the members such interim dividends as appear to the Directors to be justified by the profits of the Company. If at any time the share capital of the Company is divided into different classes the Directors may pay such interim dividends in respect of those shares in the capital of the Company which confer on the holders thereof deferred or non-preferential rights as well as in respect of those shares which confer on the holders thereof preferential rights with regard to dividend and provided that the Directors act bona fide they shall not incur any responsibility to the holder of shares conferring any preferential rights for any damage that they may suffer by reason of the payment of an interim dividend on any shares having deferred or non-preferential rights. The Directors may also pay half-yearly or at other suitable intervals to be determined by them any dividend which may be payable at a fixed rate if they are of the opinion that the profits justify the payment."*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****14.2.10 Winding-up****"188. Distribution of assets in specie**

*If the Company is wound up, the liquidator may, with the sanction of a special resolution of the Company, divide amongst the members in specie or in kind the whole or any part of the assets of the Company (whether they consist of property of the same kind or not) and may for that purpose set such value as he deems fair upon any property to be divided as aforesaid and may determine how the division shall be carried out as between the members or different classes of members. The liquidator may, with the like sanction, vest the whole or any part of any such assets in trustees upon such trusts for the benefit of the contributories as the liquidator, with the like sanction, thinks fit, but so that no member shall be compelled to accept any shares or other securities whereon there is any liability."*

**"189. Proportionate distribution of assets**

*Save that this Article shall be without prejudice to the rights of holders of shares issued upon special terms and conditions the following provisions shall apply:-*

- (1) If the a Company shall be wound up and the assets available for distribution among the members as such shall be insufficient to repay the whole of the paid up capital such assets shall be distributed so that as nearly as may be the losses shall be borne by the members in proportion to the capital paid up, or which ought to have been paid up at the commencement of the winding-up, on the shares held by them respectively; and*
- (2) If in a winding-up the assets available for distribution among the members shall be more than sufficient to repay the whole of the capital paid up at the commencement of the winding-up, the excess shall be distributed among the members in proportion to the capital paid up, or which ought to have been paid up at the commencement of the winding up, on the shares held by them respectively."*

**14.2.11 Calls****"26. Directors may make calls**

*The Directors may from time to time make such calls upon the members as the Directors may think fit in respect of the amounts unpaid on their shares (whether on account of the nominal amount of the shares or by way of premium), and not by the conditions of allotment made payable at fixed times. Except in the case of calls payable at fixed times pursuant to the conditions of allotment, each member shall be entitled to receive at least seven (7) days notice specifying the time or times and place of payment."*

**"27. How calls may be made**

*Any call may be made payable either in one sum or by instalments, and each member upon whom a call is made is liable to pay the amount of the call to the person and at the time or times and place appointed by the Directors. A call may be revoked or the time for its payment may be postponed by the Directors."*

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****"28. When a call is deemed made**

*A call shall be deemed to have been made at the time when the resolution of the Directors authorising such call was passed."*

**14.2.12 Acquisition of own Shares****"11. Purchase of Own Shares**

- (1) *Subject to the provisions of the Act and any regulations made thereunder and to any rights previously conferred on the holders of any class of shares and to any requirements imposed by the relevant Exchange in respect of securities admitted to listing, and any rules or guidelines of any relevant authorities (whether having the force of law or not) issued from time to time whether by way of amendment, modification or variation or in replacement thereof (other than any such of the rules and guidelines compliance with which by the Company is waived by the relevant authority), the Company may purchase or may enter into a contract under which it will or may purchase any of its shares of any class, including any redeemable shares.*
- (2) *Neither the Company nor the Board shall be required to select the shares to be purchased rateably or in any other particular manner as between the holders of shares of the same class or as between them and the holders of shares of any other class or in accordance with the rights as to dividends or capital conferred by any class of shares."*

**14.3 Deposited securities and rights of Depositors**

As our Shares are proposed for quotation on the Official List, such Shares must be prescribed as shares required to be deposited with Bursa Depository. Upon such prescription, a holder of our Shares must deposit his Shares with Bursa Depository on or before the date fixed, failing which our share registrar will be required to transfer the Shares to the Minister of Finance, and such Shares may not be traded on Bursa Securities.

Dealing in Shares deposited with Bursa Depository may only be effected by a person having a securities account with Bursa Depository ("**Depositor**") by means of entries in the securities account of that Depositor.

A Depositor whose name appears in the Record of Depositors maintained by Bursa Depository in respect of our Shares shall be deemed to be our shareholder and shall be entitled to all rights, benefits, powers and privileges and be subject to all liabilities, duties and obligations in respect of, or arising from, such Shares.

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****14.4 Material contracts**

Save as disclosed below, our Company and our subsidiaries have not entered into any material contract with parties outside of our Group which is not in the ordinary course of our Group's business during the two (2) years preceding the LPD:-

- (i) Share sale and purchase agreement dated 30 November 2012 between Sindora, E.A. Technique and Trident Hallmark Sdn Bhd ("**Trident**") for the disposal of 51% equity interest in Orkim comprising 19,186,286 ordinary shares of RM1.00 each, out of which 11,662,267 units representing 31% of the share capital belongs to E.A. Technique and 7,524,019 units representing 20% of the share capital belongs to Sindora, for a cash consideration of RM110,000,000 to Trident. The total consideration proportionate to E.A. Technique's shareholdings in Orkim is RM66,862,745 and the total consideration proportionate to Sindora's shareholdings in Orkim is RM43,137,255. The share sale and purchase agreement was terminated on 29 January 2013 upon the non-fulfilment of condition precedent under the share sale and purchase agreement following the non-waiver of pre-emption rights by GMV-Orkim Sdn Bhd ("**GMV**"), which is the shareholder of Orkim;
- (ii) Share sale and purchase agreement dated 1 March 2013 between Sindora, E.A. Technique and GMV for the disposal of 51% equity interest in Orkim comprising 19,186,286 ordinary shares of RM1.00 each, out of which 11,662,267 units representing 31% of the share capital belongs to E.A. Technique and 7,524,019 units representing 20% of the share capital belongs to Sindora, for a cash consideration of RM110,000,000 to GMV. The total consideration proportionate to E.A. Technique's shareholdings in Orkim is RM66,862,745 and the total consideration proportionate to Sindora's shareholdings in Orkim is RM43,137,255. The share sale and purchase agreement was completed on 23 April 2013;
- (iii) Letter of offer dated 19 September 2014 whereby RHB Investment Bank offered to E.A. Technique the services to act as the sole placement agent for 78,800,000 Issue Shares by way of private placement to institutional and selected investors at an issue price to be determined later. RHB Investment Bank will charge E.A. Technique a placement fee of two percent (2.0%) of the total value of shares successfully placed out to the potential investors to subscribe for the shares identified by RHB Investment Bank and accepted by E.A. Technique pursuant to the private placement. In the event E.A. Technique identifies the potential investors to subscribe for the shares, RHB Investment Bank will charge E.A. Technique a placement fee of one percent (1.0%) of the total value of shares placed out. E.A. Technique had, on 26 September 2014 agreed to accept the services offered by RHB Investment Bank; and
- (iv) Underwriting Agreement dated 7 November 2014 between E.A. Technique and RHB Investment Bank to underwrite (i) 25,200,000 Issue Shares available for application by the Malaysian Public through a balloting process; and (ii) 10,000,000 Issue Shares reserved for application by the eligible Directors and employees of E.A. Technique Group at an underwriting commission of two percent (2.0%) of the total value of the underwritten shares. The total value of the underwritten shares means the total number of underwritten shares multiplied by the IPO Price. Further details of the Underwriting Agreement are set out in **Section 3.11** of this Prospectus.

**14.5 Material litigation**

As at the LPD, neither our Company nor our subsidiaries is involved in any material litigation or arbitration, either as plaintiff or defendant, which may have a material adverse effect on the business or financial position of our Group, and our Directors are not aware of any legal proceeding, pending or threatened, or of any fact likely to give rise to any legal proceeding which may have a material adverse effect on the business or financial position of our Group.

**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)****14.6 Repatriation of capital and remittance of profit**

There are no governmental law, decree, regulation or other requirement in Malaysia which may affect the repatriation of capital and the remittance of profit by or to our Group.

**14.7 Public take-overs**

During the last financial year up to the date of this Prospectus, there were no:-

- i. public take-over offers by third parties in respect of our Shares; and
- ii. public take-over offers by us in respect of other companies' shares.

**14.8 Letters of consent**

The written consents of our Principal Adviser, Underwriter, Placement Agent, Legal Advisers, Principal Bankers, Share Registrar and Issuing House as set out in the Corporate Directory of this Prospectus to the inclusion in this Prospectus of their names in the form and context in which such names appear have been given before the issue of this Prospectus and have not subsequently been withdrawn.

The written consent of the Auditors and Reporting Accountants to the inclusion of its name, Accountants' Report, and Reporting Accountants' letter on our proforma consolidated statement of financial position as at 31 May 2014 in the form and context in which they are contained in this Prospectus has been given before the issue of this Prospectus and has not subsequently been withdrawn.

The written consent of Vital Factor to the inclusion of its name and the Independent Market Research Report in the form and context in which they are contained in this Prospectus has been given before the issue of this Prospectus and has not subsequently been withdrawn.

**14.9 Documents available for inspection**

Copies of the following documents may be inspected at our registered office at Level 11, Menara KOMTAR, Johor Bahru City Centre, 80000 Johor Bahru, Malaysia, during normal working hours for a period of twelve (12) months from the date of this Prospectus:-

- (i) Memorandum and Articles of Association of our Company;
- (ii) Reporting Accountants' letter on the proforma consolidated statements of financial position as included in **Section 11.2** of this Prospectus;
- (iii) Accountants' Report referred to in **Section 12** of this Prospectus;
- (iv) Directors' Report referred to in **Section 13** of this Prospectus;
- (v) the letters of consent referred to in **Section 14.8** of this Prospectus;
- (vi) material contracts referred to in **Section 14.4** of this Prospectus;
- (vii) the service agreements of the key management of our Group referred to in **Section 8.9** of this Prospectus;

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**14. STATUTORY AND OTHER GENERAL INFORMATION (Cont'd)**

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- (viii) audited consolidated financial statements of our Company for the past three (3) FYE 31 December 2011, 2012 and 2013 as well as the five (5)-month FPE 31 May 2014;
- (ix) audited financial statements of Johor Shipyard for the past three (3) FYE 31 December 2011, 2012 and 2013 as well as the five (5)-month FPE 31 May 2014;
- (x) Independent Market Researchers' Report as included in **Section 7** of this Prospectus; and
- (xi) Undertaking letter by Dato' Hak referred to in **Section 8.5** of this Prospectus.

**14.10 Responsibility statements**

Our Directors, the Promoters and Selling Shareholders have seen and approved this Prospectus. They collectively and individually accept full responsibility for the accuracy of the information contained in this Prospectus. Having made all reasonable enquiries and to the best of their knowledge and belief, they confirm that there is no false or misleading statement or other facts which if omitted, would make any statement in this Prospectus false or misleading.

RHB Investment Bank as our Principal Adviser, acknowledge that, based on all available information and to the best of their knowledge and belief, this Prospectus constitutes a full and true disclosure of all material facts concerning our IPO.

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## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE

### 15.1 OPENING AND CLOSING OF APPLICATIONS

Applications will be accepted from 10.00 a.m. on 24 November 2014 and will remain open until 5.00 p.m. on 1 December 2014 or for such further period or periods as our Board, Promoters and Selling Shareholders together with our Underwriter in their absolute discretion may mutually decide.

In the event the closing date for the Applications is extended, you will be notified of the change in a widely circulated daily Bahasa Malaysia and English daily newspaper in Malaysia prior to the original closing date of the application. Following this, the dates for the balloting of the applications for the IPO Shares, allotment of the IPO Shares and Listing would be extended accordingly. **Late Applications will not be accepted.**

### 15.2 METHODS OF APPLICATION

Applications for the IPO Shares may be made using any of the following ways:-

- (i) Application Forms; or
- (ii) Electronic Share Applications; or
- (iii) Internet Share Applications.

### 15.3 PROCEDURES FOR APPLICATION

The Applications shall be made in connection with and subject to the terms of this Prospectus and our Memorandum and Articles of Association.

**FULL INSTRUCTIONS FOR THE APPLICATION OF THE IPO SHARES AND THE PROCEDURES TO BE FOLLOWED ARE SET OUT IN THE APPLICATION FORMS. YOU ARE ADVISED TO READ THE APPLICATION FORMS AND THE NOTES AND INSTRUCTIONS THEREIN CAREFULLY.**

#### 15.3.1 Application by the Public

Applications for the 25,200,000 IPO Shares made available for the Malaysian Public must be made on the **White Application Forms** provided OR by way of Electronic Share Application OR Internet Share Application. A corporation or institution cannot apply for shares by way of Electronic Share Application or Internet Share Application. The amount payable in full on application is RM0.65 per IPO Share.

#### 15.3.2 Application by eligible Directors and employees of our Group

Applications for the 10,000,000 IPO Shares made available for eligible Directors and employees of our Group must be made on the **Pink Application Forms** provided only and not by way of other Application Forms or by way of Electronic Share Application or Internet Share Application. Applicants using the Pink Application Forms may still apply for the IPO Shares offered to the Malaysian Public using the **White Application Form**, Electronic Share Application or Internet Share Application. The amount payable in full on application is RM0.65 per IPO Share.

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

### 15.3.3 Application by placees under the private placement

Selected investors being allocated the IPO Shares and/or Offer Shares under this method will be contacted directly by the Placement Agent. Selected investors may still apply for the IPO Shares offered to the Malaysian Public using the White Application Form, Electronic Share Application or Internet Share Application.

You must have a CDS Account before you can submit your application by way of Application Forms or by way of Electronic Share Application or by way of Internet Share Application.

Directors and employees of MIH and their immediate families are strictly prohibited from applying for the IPO Shares in this exercise.

## 15.4 APPLICATIONS USING APPLICATION FORMS

### 15.4.1 Types of Application Forms

The following relevant Application Forms issued with their notes and instructions enclosed with this Prospectus are deemed to form an integral part hereof:-

- (i) **White** Application Forms for application by the Malaysian Public; and
- (ii) **Pink** Application Forms for applications by our eligible Directors and employees of our Group.

**White** Application Forms together with copies of this Prospectus may be obtained, subject to availability, from RHB Investment Bank, participating organisations of Bursa Securities, members of the Association of Banks in Malaysia, members of the Malaysian Investment Banking Association and MIH.

**Pink** Application Forms together with copies of this Prospectus will be sent out to eligible Directors and employees of our Group.

The submission of an Application Form does not necessarily mean that your application will be successful.

You may submit only one (1) Application Form and your application must be for 100 Shares or multiples thereof. Multiple applications will not be accepted. We wish to caution you that if you submit multiple applications in your own name or by using the name of others, with or without their consent, you will be committing an offence under Section 179 of the CMSA and if convicted, may be punished with a minimum fine of RM1,000,000 and to a jail term of up to ten (10) years under Section 182 of the CMSA.

Your application for the IPO Shares must be made on the respective Application Form accompanying this Prospectus and must be completed in accordance with the notes and instructions printed on the reverse side of the Application Form and on this Prospectus. In accordance with Section 232 of the CMSA, the Application Form together with the notes and instructions printed therein shall constitute an integral part of this Prospectus. Our Board may at their absolute discretion reserve the right not to accept applications which do not **STRICTLY** conform to the terms of this Prospectus or Application Form or notes and instructions printed therein or which are illegible.

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

IF YOU ARE AN INDIVIDUAL OTHER THAN A MEMBER OF THE ARMED FORCES OR POLICE, YOUR NAME AND NATIONAL REGISTRATION IDENTITY CARD ("NRIC") NUMBER MUST BE EXACTLY THE SAME AS STATED IN:-

- (i) a) YOUR NRIC; OR
- b) ANY VALID TEMPORARY IDENTITY DOCUMENT AS ISSUED BY THE NATIONAL REGISTRATION DEPARTMENT FROM TIME TO TIME; OR
- c) YOUR RESIT PENGENALAN SEMENTARA ("KPPK 09") ISSUED PURSUANT TO PERATURAN 5(5), PERATURAN-PERATURAN PENDAFTARAN NEGARA 1990; AND
- (ii) THE RECORDS OF BURSA DEPOSITORY.

IF YOU ARE A MEMBER OF THE ARMED FORCES OR POLICE, YOUR NAME AND YOUR ARMED FORCES OR POLICE PERSONNEL NUMBER, AS THE CASE MAY BE, MUST BE EXACTLY THE SAME AS THAT STATED IN YOUR AUTHORITY CARD AND IN THE RECORDS OF BURSA DEPOSITORY. YOUR ADDRESS MUST BE THE ADDRESS OF YOUR RESPECTIVE CAMP, BASE OR STATION.

IF YOU ARE A CORPORATION OR INSTITUTION, THE NAME AND THE CERTIFICATE OF INCORPORATION NUMBER MUST BE EXACTLY THE SAME AS THAT STATED IN THE CORPORATION'S OR INSTITUTION'S CERTIFICATE OF INCORPORATION AND IN THE RECORDS OF BURSA DEPOSITORY. THE ADDRESS MUST BE THE REGISTERED ADDRESS.

We, together with MIH will not issue any acknowledgement of the receipt of your Application Form or application monies.

### 15.4.2 Terms and conditions for application using Application Forms

Your applications by way of Application Forms shall be made on, and subject to, the following terms and conditions:-

- (i) If you are an individual, you must be a Malaysian citizen residing in Malaysia, with a CDS Account and a Malaysian address (White Application Forms only).  
  
If you are an individual, you must have a CDS Account and a correspondence address in Malaysia (Pink Application Forms only).
- (ii) If you are a corporation or institution incorporated in Malaysia, you must have a CDS Account and be subject to the following:-
  - (a) if you have a share capital, more than half of the issued share capital (excluding preference share capital) is held by Malaysian citizens; and
  - (b) there is a majority of Malaysian citizens on the board of directors or trustee.

If you are a corporation or institution incorporated outside Malaysia, you must have a CDS Account and provide a correspondence address in Malaysia (Pink Application Forms only).

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- (iii) If you are a superannuation, co-operative, foundation, provident or pension fund, you must be established or operating in Malaysia and must have a CDS Account.
- (iv) Applications will not be accepted from trustees, any person under eighteen (18) years of age, sole proprietorships, partnerships or other incorporated bodies or associations, other than corporations or institutions referred to in **Section 15.4.2 (ii)** and **Section 15.4.2 (iii)** above or the trustees thereof.
- (v) EACH COMPLETED APPLICATION FORM MUST BE ACCOMPANIED BY REMITTANCE IN RINGGIT MALAYSIA FOR THE FULL AMOUNT PAYABLE BY EITHER:-
  - (a) BANKER'S DRAFT OR CASHIER'S ORDER PURCHASED WITHIN MALAYSIA ONLY AND DRAWN ON A BANK IN KUALA LUMPUR; OR
  - (b) MONEY ORDER OR POSTAL ORDER (FOR APPLICANTS FROM SABAH AND SARAWAK ONLY); OR
  - (c) GUARANTEED GIRO ORDER ("**GGO**") FROM BANK SIMPANAN NASIONAL MALAYSIA BERHAD;

AND MUST BE MADE OUT IN FAVOUR OF "**MIH SHARE ISSUE ACCOUNT NO. 560**" AND CROSSED "**A/C PAYEE ONLY**" AND ENDORSED ON THE REVERSE SIDE WITH THE NAME AND ADDRESS OF THE APPLICANT.

APPLICATIONS ACCOMPANIED BY MODE OF PAYMENT OTHER THAN IN THE MANNER STATED ABOVE OR WITH EXCESS OR INSUFFICIENT REMITTANCES OR INAPPROPRIATE BANKER'S DRAFTS, CASHIER'S ORDERS, MONEY ORDERS OR POSTAL ORDER, OR GGO WILL NOT BE ACCEPTED. DETAILS OF REMITTANCES MUST BE COMPLETED IN THE APPROPRIATE BOXES PROVIDED IN THE APPLICATION FORMS.

- (vi) YOU MUST STATE YOUR CDS ACCOUNT NUMBER IN THE SPACE PROVIDED IN THE APPLICATION FORM AND YOU SHALL BE DEEMED TO HAVE AUTHORISED BURSA DEPOSITORY TO DISCLOSE INFORMATION PERTAINING TO YOUR CDS ACCOUNT TO MIH AND/OR OUR COMPANY. IF YOU DO NOT PRESENTLY HAVE A CDS ACCOUNT, YOU MAY OPEN ONE BY CONTACTING ANY ONE OF THE ADAs LISTED IN **SECTION 16** OF THIS PROSPECTUS.
- (vii) YOUR NAME AND ADDRESS MUST BE WRITTEN ON THE REVERSE SIDE OF THE BANKER'S DRAFT, CASHIER'S ORDER, MONEY ORDER OR POSTAL ORDER, OR GGO FROM BANK SIMPANAN MALAYSIA BERHAD.
- (viii) Our Board reserves the right to require you, if your Application is successful, to appear in person at the registered office of MIH within fourteen (14) days of the date of the notice issued to you to ascertain the regularity or propriety of your Application. Our Board shall not be responsible for any loss or non-receipt of the said notice nor shall they be accountable for any expenses incurred or to be incurred by you for the purpose of complying with this provision.

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**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

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- (ix) MIH, acting on the authority of our Board reserves the right to reject your Application if it does not conform to these instructions or if it is illegible or if it is accompanied by remittances improperly drawn.
- (x) MIH, acting on the authority of our Board reserves the right not to accept your Application or to accept it in whole or in part only without assigning any reason therefor. We will give due consideration to the desirability of allotting or allocating the IPO Shares to a reasonable number of applicants with a view to establishing a liquid and adequate market for our Shares.
- (xi) You shall ensure that your personal particulars stated in the Application Form are identical with the records maintained by Bursa Depository. You must inform Bursa Depository promptly of any change in address failing which the notification letter of successful allocation will be sent to your registered or correspondence address registered with Bursa Depository.
- (xii) Your completed Application Form accompanied by the appropriate remittance and legible photocopy of the relevant documents, must be despatched by **ORDINARY POST** in the official envelopes provided, to the following address:-

Malaysian Issuing House Sdn Bhd (Company No. 258345-X)  
Level 6, Symphony House  
Pusat Dagangan Dana 1  
Jalan PJU 1A/46  
47301 Petaling Jaya  
Selangor Darul Ehsan

OR

P.O. Box 8269  
Pejabat Pos Kelana Jaya  
46785 Petaling Jaya  
Selangor Darul Ehsan

or **DELIVERED BY HAND AND DEPOSITED** in the Drop-in Boxes provided at the front portion of Symphony House, Pusat Dagangan Dana 1, Jalan PJU 1A/46, 47301 Petaling Jaya, Selangor Darul Ehsan, so as to arrive not later than 5.00 p.m. on 1 December 2014, or such other later date or dates as our Board, Promoters and Selling Shareholders together with our Principal Adviser and Underwriter in their absolute discretion may mutually decide.

- (xiii) **PLEASE DIRECT ALL YOUR ENQUIRIES IN RESPECT OF THE WHITE APPLICATION FORM TO MIH.**

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)****15.5 APPLICATION USING ELECTRONIC SHARE APPLICATION****15.5.1 Steps for Electronic Share Application through a Participating Financial Institution's ATM**

- (i) You must have an account with a Participating Financial Institution and an ATM card issued by that Participating Financial Institution to access the account.
- (ii) You must have a CDS Account.
- (iii) You are to apply for the IPO Shares via the ATM of the Participating Financial Institution by choosing the Electronic Share Application option. Mandatory statements required in the application are set out in **Section 15.5.3** of this Prospectus under the terms and conditions for Electronic Share Application. You are to enter at least the following information through the ATM where the instructions on the ATM screen at which you enter your Electronic Share Application requires you to do so:-
  - a) Your Personal Identification Number ("**PIN**");
  - b) MIH Share Issue Account No. 560;
  - c) Your CDS Account number;
  - d) Number of IPO Shares applied for and/or the Ringgit Malaysia amount to be debited from the account; and
  - e) You are to confirm several mandatory statements.

**15.5.2 Participating Financial Institutions**

Electronic Share Applications may be made through an ATM of the following Participating Financial Institutions and their branches:-

- a) AFFIN BANK BERHAD; OR
- b) AMBANK (M) BERHAD; OR
- c) CIMB BANK BERHAD; OR
- d) HSBC BANK MALAYSIA BERHAD; OR
- e) MALAYAN BANKING BERHAD; OR
- f) PUBLIC BANK BERHAD; OR
- g) RHB BANK BERHAD; OR
- h) STANDARD CHARTERED BANK MALAYSIA BERHAD (at selected branches only).

**15.5.3 Terms and conditions for Electronic Share Application**

The procedures for Electronic Share Application at ATMs of the Participating Financial Institutions are set out on the ATM screens of the relevant Participating Financial Institutions (the "**Steps**"). For illustration purposes, the procedures for Electronic Share Application at ATMs are set out in **Section 15.5.1** of this Prospectus. The Steps set out the actions that you must take at the ATM to complete an Electronic Share Application. You are advised to read and understand the terms of this Prospectus, the Steps and the terms and conditions for Electronic Share Application set out below before making an Electronic Share Application.

**You must be an individual with a CDS Account to make an Electronic Share Application. The CDS Account must be in your own name. Invalid, nominee or third party CDS Accounts will not be accepted.**

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

You must have an existing bank account with, and be an ATM cardholder of, one (1) of the Participating Financial Institutions before you can make an Electronic Share Application at an ATM of that Participating Financial Institution. An ATM card issued by one (1) of the Participating Financial Institutions cannot be used to apply for the IPO Shares at an ATM belonging to other Participating Financial Institutions. Upon completion of your Electronic Share Application transaction, you will receive a computer-generated transaction slip ("**Transaction Record**"), confirming the details of your Electronic Share Application. The Transaction Record is only a record that you have completed a transaction at the ATM and not a record of the receipt of the Electronic Share Application or any data relating to such an Electronic Share Application by us or MIH. The Transaction Record is for your retention and should not be submitted with any Application Form.

Upon the closing of the offer for the Application for the IPO Shares, on 1 December 2014 at 5.00 p.m. ("**Closing Date**"), the Participating Financial Institution shall submit a magnetic tape containing its respective customers' applications for the IPO Shares to MIH as soon as practicable but not later than 12.00 p.m. of the second (2<sup>nd</sup>) business day after the Closing Date.

You will be allowed to make an Electronic Share Application for the IPO Shares via an ATM that accepts the ATM cards of the Participating Financial Institution with which you have an account and its branches, subject to you making only one (1) Application. If you have a bank account with a Participating Financial Institution and have been issued an ATM card, you will be allowed to apply for shares via an ATM of that Participating Financial Institution which is situated in another country or place outside of Malaysia, subject to you making only one (1) Application.

**YOU MUST ENSURE THAT YOU USE YOUR OWN CDS ACCOUNT NUMBER WHEN MAKING AN ELECTRONIC SHARE APPLICATION. IF YOU OPERATE A JOINT ACCOUNT WITH ANY PARTICIPATING FINANCIAL INSTITUTION, YOU MUST ENSURE THAT YOU ENTER YOUR OWN CDS ACCOUNT NUMBER WHEN USING AN ATM CARD ISSUED TO YOU IN YOUR OWN NAME. YOUR APPLICATION WILL BE REJECTED IF YOU FAIL TO COMPLY WITH THE FOREGOING CONDITIONS.**

The Electronic Share Application shall be made on, and subject to, the terms and conditions contained herein as well as the terms and conditions set out below:-

- (i) Your Electronic Share Application shall be made in connection with and subject to the terms of this Prospectus and our Memorandum and Articles of Association.
- (ii) You are required to confirm the following statement (by pressing pre-designated keys or buttons on the ATM keyboard) and undertake that the following information given are true and correct:-
  - a) You have attained eighteen (18) years of age as at the Closing Date of the Share Application;
  - b) You are a Malaysian citizen residing in Malaysia;
  - c) You have read the relevant Prospectus and understood and agreed with the terms and conditions of this Application;
  - d) This is the only Application that you are submitting; and

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- e) You give consent to the Participating Financial Institution and Bursa Depository to disclose information pertaining to yourself and your account with the Participating Financial Institution and Bursa Depository to MIH and other relevant authorities.

Your Application will not be successfully completed and cannot be recorded as a completed transaction at the ATM unless you complete all the Steps required by the Participating Financial Institution. By doing so, you shall be treated as signifying your confirmation of each of the above statements as well as giving consent in accordance with the relevant laws of Malaysia, including Section 133 of the Financial Services Act, 2013 and Section 45 of the SICDA to the disclosure by the relevant Participating Financial Institution or Bursa Depository, as the case may be, of any of your particulars to MIH or any other relevant regulatory bodies.

- (iii) YOU CONFIRM THAT YOU ARE NOT APPLYING FOR THE IPO SHARES AS A NOMINEE OF ANY OTHER PERSONS AND THAT ANY ELECTRONIC SHARE APPLICATION THAT YOU MAKE IS MADE BY YOU AS THE BENEFICIAL OWNER. YOU SHALL ONLY MAKE ONE (1) ELECTRONIC SHARE APPLICATION AND SHALL NOT MAKE ANY OTHER APPLICATION FOR THE IPO SHARES, WHETHER AT THE ATMS OF ANY PARTICIPATING FINANCIAL INSTITUTION OR ON THE PRESCRIBED APPLICATION FORMS OR VIA INTERNET SHARE APPLICATION.
- (iv) You must have sufficient funds in your account with the relevant Participating Financial Institution at the time you make your Electronic Share Application, failing which your Electronic Share Application will not be completed. Any Electronic Share Application which does not strictly conform to the instructions set out on the screens of the ATM through which the Electronic Share Application is being made will be rejected.
- (v) You agree and undertake to subscribe for or purchase and to accept the number of IPO Shares applied for as stated on the Transaction Record or any lesser number of IPO Shares that may be allotted or allocated to you in respect of your Electronic Share Application. In the event that we decide to allot or allocate any lesser number of the IPO Shares or not to allot or allocate any IPO Shares to you, you agree to accept any such decision as final. If your Electronic Share Application is successful, your confirmation (by your action of pressing the designated key or button on the ATM) of the number of IPO Shares applied for shall signify, and shall be treated as, your acceptance of the number of IPO Shares that may be allotted or allocated to you and to be bound by our Memorandum and Articles of Association.
- (vi) MIH, on the authority of our Board reserves the right to reject or accept any Electronic Share Application in whole or in part only on a non-discriminatory basis without assigning any reason therefor. We will give due consideration to the desirability of allotting or allocating the IPO Shares to a reasonable number of applicants with a view to establishing a liquid and adequate market for our Shares.



**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

- (vii) You request and authorise us:-
- a) to credit the IPO Shares allotted or allocated to you into your CDS Account; and
  - b) to issue share certificate(s) representing such IPO Shares allotted or allocated in the name of Bursa Malaysia Depository Nominees Sdn Bhd and send the same to Bursa Depository.
- (viii) Acknowledging that your Electronic Share Application is subject to the risks of electrical, electronic, technical and computer-related faults and breakdowns, fires and other events beyond our control and the control of MIH or the Participating Financial Institutions or Bursa Depository, irrevocably agree that if:-
- a) we or MIH do/ does not receive your Electronic Share Application; or
  - b) data relating to your Electronic Share Application is wholly or partially lost, corrupted or not otherwise accessible, or not transmitted or communicated to us or MIH,
- you shall be deemed not to have made an Electronic Share Application and you shall not claim whatsoever against us, MIH, the Participating Financial Institutions or Bursa Depository for the IPO Shares applied for or for any compensation, loss or damage.
- (ix) All your particulars in the records of the relevant Participating Financial Institution at the time you make your Electronic Share Application shall be deemed to be true and correct and we, MIH and the relevant Participating Financial Institution shall be entitled to rely on the accuracy thereof.
- (x) You shall ensure that your personal particulars as recorded by both Bursa Depository and the relevant Participating Financial Institution are correct and identical. Otherwise, your Electronic Share Application is liable to be rejected. You must inform Bursa Depository promptly of any change in address failing which the notification letter of successful allotment or allocation will be sent to your registered address last maintained with Bursa Depository.
- (xi) By making and completing an Electronic Share Application, you agree that:-
- a) in consideration of us agreeing to allow and accept the making of any Application for IPO Shares via the Electronic Share Application facility established by the Participating Financial Institutions at their respective ATMs, your Electronic Share Application is irrevocable;
  - b) we, the Participating Financial Institutions, Bursa Depository and MIH shall not be liable for any delays, failures or inaccuracies in the processing of data relating to your Electronic Share Application due to a breakdown, failure of transmission or communication facilities, or to any cause beyond our/ their control;
  - c) notwithstanding the receipt of any payment by us or on our behalf, the acceptance of your offer to subscribe for and purchase the IPO Shares for which your Electronic Share Application has been successfully completed shall be constituted by the issue of notices of successful allotment for prescribed securities, in respect of the IPO Shares

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

- d) you irrevocably authorises Bursa Depository to complete and sign on your behalf as transferee or renouncee any instrument of transfer and/or other documents required for the issue or transfer of the IPO Shares allotted or allocated to you; and
  - e) you agree that, in relation to any legal action or proceedings arising out of or in connection with the contract between the parties and/or the Electronic Share Application and/or any terms herein, all rights, obligations and liabilities shall be construed and determined in accordance with the laws of Malaysia and with all directives, rules, regulations and notices from regulatory bodies and that our Company irrevocably submits to the jurisdiction of the Courts of Malaysia.
- (xii) Our Board reserves the right to require you, if your Application is successful, to appear in person at the registered office of MIH within fourteen (14) days of the date of the notice issued to you to ascertain the regularity or propriety of your Application. Our Board shall not be responsible for any loss or non-receipt of the said notice nor shall they be accountable for any expenses incurred or to be incurred by you for the purpose of complying with this provision.
- (xiii) MIH, acting on the authority of our Board reserves the right to reject your Application, if it does not conform to these instructions.
- (xiv) The following processing fee per Electronic Share Application will be charged by the respective Participating Financial Institutions:
- a) Affin Bank Berhad – No fee will be charged for application by their account holders;
  - b) AmBank (M) Berhad – RM1.00;
  - c) CIMB Bank Berhad – RM2.50
  - d) HSBC Bank Malaysia Berhad – RM2.50;
  - e) Malayan Banking Berhad – RM1.00;
  - f) Public Bank Berhad – RM2.00;
  - g) RHB Bank Berhad – RM2.50; or
  - h) Standard Chartered Bank Malaysia Berhad (as selected branches only) – RM2.50

**15.6 APPLICATION USING INTERNET SHARE APPLICATION****15.6.1 Steps for Internet Share Application**

The exact steps for Internet Share Application in respect of the IPO Shares are as set out on the internet financial services website of the Internet Participating Financial Institutions.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

For illustration purposes only, we have set out below possible steps for an application for the IPO Shares via Internet Share Application. The steps set out the actions that you must take at the Internet financial services website of the Internet Participating Financial Institution to complete an Internet Share Application.

**PLEASE NOTE THAT THE ACTUAL STEPS FOR INTERNET SHARE APPLICATIONS CONTAINED IN THE INTERNET FINANCIAL SERVICES WEBSITE OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTIONS MAY DIFFER FROM THE STEPS OUTLINED BELOW.**

- (i) Connect to the internet financial services website of the Internet Participating Financial Institution with which you have an account.
- (ii) Login to the internet financial services facility by entering your user identification and PIN/password.
- (iii) Navigate to the section of the website on applications in respect of initial public offerings.
- (iv) Select the counter in respect of the IPO Shares to launch the Electronic Prospectus and the terms and conditions of the Internet Share Application.
- (v) Select the designated hyperlink on the screen to accept the abovementioned terms and conditions, having read and understood such terms and conditions.
- (vi) At the next screen, complete the online application form.
- (vii) Check that the information contained in the online application form such as the share counter, NRIC number, CDS Account number, number of IPO Shares applied for and the account number to debit are correct, and select the designated hyperlink on the screen to confirm and submit the online application form.
- (viii) By confirming such information, you will undertake that the mandatory statements as stated in **Section 15.6.2(iii)** are true and correct.
- (ix) Upon submission of the online application form, you will be linked to the website of the Authorised Financial Institution to effect the online payment of the application money for the Public Issue.
- (x) As soon as the transaction is completed, a message from the Authorised Financial Institution pertaining to the payment status will appear on the screen of the website through which the online payment of the application of the Public Issue is being made.
- (xi) Subsequent to the above, the Internet Participating Financial Institution shall confirm that the Internet Share Application has been completed, via the Confirmation Screen (as defined below) on its website.
- (xii) You are advised to print out the Confirmation Screen for reference and retention.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)****15.6.2 Terms and Conditions for Internet Share Application**

Your application for the IPO Shares may be made through the internet financial services website of the Internet Participating Financial Institutions.

YOU ARE ADVISED NOT TO APPLY FOR THE IPO SHARES THROUGH ANY WEBSITE OTHER THAN THE INTERNET FINANCIAL SERVICES WEBSITE OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTIONS.

Internet Share Applications may be made through the internet financial services websites of the following Internet Participating Financial Institutions:-

- a) Affin Bank Berhad at [www.affinOnline.com](http://www.affinOnline.com); or
- b) Affin Hwang Investment Bank Berhad at [trade.affinhwang.com](http://trade.affinhwang.com); or
- c) CIMB Bank Berhad at [www.cimbclicks.com.my](http://www.cimbclicks.com.my); or
- d) CIMB Investment Bank Berhad at [www.eipocimb.com](http://www.eipocimb.com); or
- e) Malayan Banking Berhad at [www.maybank2u.com.my](http://www.maybank2u.com.my); or
- f) Public Bank Berhad at [www.pbebank.com](http://www.pbebank.com); or
- g) RHB Bank Berhad at [www.rhb.com.my](http://www.rhb.com.my).

PLEASE READ THE TERMS OF THIS PROSPECTUS, THE TERMS AND CONDITIONS FOR INTERNET SHARE APPLICATIONS SET OUT HEREIN AND THE STEPS FOR INTERNET SHARE APPLICATIONS SET OUT HEREIN CAREFULLY PRIOR TO MAKING AN INTERNET SHARE APPLICATION.

THE EXACT TERMS AND CONDITIONS AND ITS SEQUENCE FOR INTERNET SHARE APPLICATIONS IN RESPECT OF THE IPO SHARES ARE AS SET OUT ON THE INTERNET FINANCIAL SERVICES WEBSITE OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTIONS.

PLEASE NOTE THAT THE ACTUAL TERMS AND CONDITIONS OUTLINED BELOW SUPPLEMENT THE ADDITIONAL TERMS AND CONDITIONS FOR INTERNET SHARE APPLICATION CONTAINED IN THE INTERNET FINANCIAL SERVICES WEBSITES OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTIONS.

An Internet Share Application shall be made on and shall be subject to the terms and conditions as set out below:-

- (i) In order to make an Internet Share Application, you must:-
  - a) be an individual with a CDS Account and in the case of a joint account, an individual CDS Account registered in your name which is to be used for the purpose of the application if you are making the application instead of a CDS Account registered in the joint account holder's name;

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- b) have an existing account with access to internet financial services facilities with an Internet Participating Financial Institution. You must have ready your user identification ("**User ID**") and Personal Identification Numbers ("**PIN**")/password for the relevant internet financial services facilities; and
- c) be a Malaysian citizen and have a Malaysian address.

You are advised to note that a User ID and PIN/password issued by one of the Internet Participating Financial Institutions cannot be used to apply for the IPO Shares at internet financial service websites of other Internet Participating Financial Institutions.

- (ii) An Internet Share Application shall be made on and shall be subject to the terms of this Prospectus and our Memorandum and Articles of Association.
- (iii) You are required to confirm the following statements (by selecting the designated hyperlink on the relevant screen of the internet financial services website of the Internet Participating Financial Institution) and to undertake that the following information given are true and correct:-
  - a) you have attained eighteen (18) years of age as at the date of the application for the IPO Shares;
  - b) you are a Malaysian citizen residing in Malaysia;
  - c) you have, prior to making the Internet Share Application, received and/or have had access to a printed/ electronic copy of this Prospectus, the contents of which you have read and understood;
  - d) you agree to all the terms and conditions of the Internet Share Application as set out in this Prospectus and have carefully considered the risk factors set out in this Prospectus, in addition to all other information contained in this Prospectus before making the Internet Share Application for the IPO Shares;
  - e) the Internet Share Application is the only application that you are submitting for the IPO Shares;
  - f) you authorise the Internet Participating Financial Institution or the Authorised Financial Institution to deduct the full amount payable for the IPO Shares from your account with the Internet Participating Financial Institution or the Authorised Financial Institution;
  - g) you give express consent in accordance with the relevant laws of Malaysia (including but not limited to Section 133 of the Financial Services Act, 2013 and Section 45 of the SICDA to the disclosure by the Internet Participating Financial Institution, the Authorised Financial Institution and/or Bursa Depository, as the case may be, of information pertaining to you, the Internet Share Application made by you or your account with the Internet Participating Financial Institution, to MIH and the Authorised Financial Institution, the SC and any other relevant authority;

## 15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)

- h) YOU ARE NOT APPLYING FOR THE IPO SHARES AS A NOMINEE OF ANY OTHER PERSON AND THE APPLICATION IS MADE IN YOUR OWN NAME, AS THE BENEFICIAL OWNER AND SUBJECT TO THE RISKS REFERRED TO IN THIS PROSPECTUS; AND
- (i) you authorise the Internet Participating Financial Institution to disclose transfer to any person, including any government or regulatory authority in any jurisdiction, us, Bursa Securities or other relevant parties in connection with the Public Issue, all information relating to you if required by any law, regulation, court order or any government or regulatory authority in any jurisdiction or if such disclosure and transfer is, in the reasonable opinion of the Internet Participating Financial Institution, necessary for the provision of the Internet Share Application services or if such disclosure is requested or required in connection with the Public Issue. Further, the Internet Participating Financial Institution will take reasonable precautions to preserve the confidentiality of information relating to you furnished by you to the Internet Participating Financial Institution in connection with the use of the Internet Share Application services.
- (iv) Your application will not be successfully completed and cannot be recorded as a completed application unless you have completed all relevant application steps and procedures for the Internet Share Application which would result in the internet financial services website displaying the Confirmation Screen.  
  
For the purposes of this Prospectus, "**Confirmation Screen**" shall mean the screen which appears or is displayed on the internet financial services website, which confirms that the Internet Share Application has been completed and states the details of your Internet Share Application, including the number of IPO Shares applied for which can be printed out by you for your records.  
  
Upon the display of the Confirmation Screen, you shall be deemed to have confirmed the truth of the statements set out in **Section 15.6.2(iii)** of this Prospectus.
- (v) You must have sufficient funds in your account with the Internet Participating Financial Institution or the Authorised Financial Institution at the time of making the Internet Share Application, to cover and pay for the IPO Shares and the related processing fees, charges and expenses, if any, to be incurred, failing which the Internet Share Application will not be deemed complete, notwithstanding the display of the Confirmation Screen. Any Internet Share Application which does not conform strictly to the instructions set out in this Prospectus or any instructions displayed on the screens of the internet financial services website through which the Internet Share Application is made shall be rejected.
- (vi) You irrevocably agree and undertake to subscribe for and to accept the number of IPO Shares applied for as stated on the Confirmation Screen or any lesser number of IPO Shares that may be allotted or allocated to you in respect of the Internet Share Application. In the event that we decide to allot or allocate any lesser number of such IPO Shares or not to allot or allocate any IPO Shares to you, you agree to accept our decision as final.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

In the course of completing the Internet Share Application on the website of the Internet Participating Financial Institution, your confirmation of the number of IPO Shares applied for (by way of your action of clicking the designated hyperlink on the relevant screen of the website) shall be deemed to signify and shall be treated as:-

- a) your acceptance of the number of IPO Shares that may be allotted or allocated to you in the event that your Internet Share Application is successful or successful in part, as the case may be; and
  - b) your agreement to be bound by our Memorandum and Articles of Association.
- (vii) You are fully aware that multiple or suspected multiple Internet Share Applications for the IPO Shares will be rejected. MIH on the authority of our Board reserves the right to reject any Internet Share Application or accept any Internet Share Application in part only without assigning any reason therefor. We will give due consideration to the desirability of allotting or allocating the IPO Shares to a reasonable number of applicants with a view to establishing a liquid and adequate market for our Shares.
- (viii) Internet Share Applications will be closed at 5.00 p.m. on 1 December 2014 or such other date(s) as our Board, Promoters, Selling Shareholders and together with our Underwriter may in their absolute discretion mutually decide. An Internet Share Application is deemed to be received only upon its completion that is when the Confirmation Screen is displayed on the internet financial services website. You are advised to print out and retain a copy of the Confirmation Screen for record purposes. Late Internet Share Applications will not be accepted.
- (ix) You irrevocably agrees and acknowledge that the Internet Share Application is subject to risk of electrical, electronic, technical and computer-related faults and breakdowns, faults with computer software, problems occurring during data transmission, computer security threats such as viruses, hackers and crackers, fires, acts of God and other events beyond our control and the control of MIH or the Internet Participating Financial Institutions and the Authorised Financial Institution. If, in any such event, we, MIH and/or the Internet Participating Financial Institution and/or the Authorised Financial Institution do not receive your Internet Share Application and/or the payment therefor, or in the event that any data relating to the Internet Share Application or the tape or any other devices containing such data is lost, corrupted, destroyed or otherwise not accessible, whether wholly or partially and for any reason whatsoever, you shall be deemed not to have made an Internet Share Application and you shall have no claim whatsoever against us, MIH or the Internet Participating Financial Institution and the Authorised Financial Institution in relation to the IPO Shares applied for or for any compensation, loss or damage whatsoever, as a consequence thereof or arising therefrom.
- (x) All your particulars in the records of the relevant Internet Participating Financial Institution at the time you make your Internet Share Application shall be deemed to be true and correct, and we, MIH, the relevant Internet Participating Financial Institutions and all other persons who, are entitled or allowed under the law to such information or where you expressly consent to the provision of such information shall be entitled to rely on the accuracy thereof.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

You shall ensure that your personal particulars as recorded by both Bursa Depository and the Internet Participating Financial Institution are correct and identical. Otherwise, your Internet Share Application is liable to be rejected. The notification letter on successful allotment or allocation will be sent to your registered address last maintained with Bursa Depository. It is your responsibility to notify the Internet Participating Financial Institution and Bursa Depository of any changes in your personal particulars that may occur from time to time.

- (xi) By making and completing an Internet Share Application, you are deemed to have agreed that:-
- a) in consideration of us making available the Internet Share Application facility to you through the Internet Participating Institution acting as our agents, the Internet Share Application is irrevocable;
  - b) you have irrevocably requested and authorised us to register the IPO Shares allotted or allocated to you for deposit into your CDS Account;
  - c) neither us nor the Internet Participating Financial Institution shall be liable for any delay, failure or inaccuracy in the recording, storage or transmission or delivery of data relating to the Internet Share Application to MIH or Bursa Depository due to any breakdown or failure of transmission, delivery or communication facilities or due to any risk referred to in **Section 15.6.2(ix)** of this Prospectus or to any cause beyond their control;
  - d) you shall hold the Internet Participating Financial Institution harmless from any damages, claims or losses whatsoever, as a consequence of or arising from any rejection of your Internet Share Application by MIH, us and/or the Internet Participating Financial Institution for reasons of multiple application, suspected multiple application, inaccurate and/or incomplete details provided by you, or any other cause beyond the control of the Internet Participating Financial Institution;
  - e) the acceptance of your offer to subscribe for the IPO Shares for which your Internet Share Application has been successfully completed shall be constituted by written notification in the form of the issue of a notice of allotment by us or on our behalf and not otherwise, notwithstanding the receipt of any payment by us or on our behalf;
  - f) you are not entitled to exercise any remedy of rescission for misrepresentation at any time after we have accepted your Internet Share Application;
  - g) in making the Internet Share Application, you have relied solely on the information contained in this Prospectus. We, RHB Investment Bank and any other person involved in the Public Issue shall not be liable for any information not contained in this Prospectus which you may have relied on in making the Internet Share Application; and
  - h) the acceptance of your Internet Share Application and the contract resulting therefrom under the Public Issue shall be governed by and construed in accordance with the laws of Malaysia, and the applicant irrevocably submits to the jurisdiction of the courts of Malaysia.



**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

- (xiii) The following processing fee per Internet Share Application will be charged by the respective Internet Participating Financial Institution:-
- a) Affin Bank Berhad ([www.affinOnline.com](http://www.affinOnline.com)) - No fee will be charged for application by their account holders;
  - b) Affin Hwang Investment Bank Berhad ([trade.affinhwang.com](http://trade.affinhwang.com)) – No fee will be charged for application by their account holders;
  - c) CIMB Bank Berhad ([www.cimbclicks.com.my](http://www.cimbclicks.com.my)) - RM 2.00 for applicants with CDS Account held with CIMB Investment Bank Berhad and RM2.50 for applicants with CDS Account with other ADAs;
  - d) CIMB Investment Bank Berhad ([www.eipocimb.com](http://www.eipocimb.com)) – RM2.00 for payment via CIMB Bank Berhad or via Malayan Banking Berhad;
  - e) Malayan Banking Berhad ([www.maybank2u.com.my](http://www.maybank2u.com.my)) – RM1.00;
  - f) Public Bank Berhad ([www.pbebank.com](http://www.pbebank.com)) – RM2.00; and
  - g) RHB Bank Berhad ([www.rhb.com.my](http://www.rhb.com.my)) – RM2.50.

**15.7 OVER/UNDER-SUBSCRIPTION**

In the event of an over-subscription, our Issuing House will conduct a ballot in a manner as approved by our Board to determine acceptance of applications. In determining the manner of balloting, our Board will consider the desirability of distributing our IPO Shares in a fair and equitable manner to a reasonable number of applicants for the purpose of broadening our shareholding base and establishing an adequate market in the trading of our Shares.

Pursuant to the Listing Requirements, we are required to have at least 25% of our enlarged issued and paid-up share capital to be held by a minimum number of 1,000 public shareholders holding not less than 100 Shares each upon our Listing and completion of this IPO. We expect to achieve this at the point of our Listing. However, in the event that the above requirement is not met, we may not be allowed to proceed with our Listing. In the event thereof, monies paid in respect of all applications will be returned without interest.

If any Issue Shares allocated to Malaysian Public are undersubscribed, the balance portion will be allocated to our eligible employees of our Group. Likewise, any Issue Shares which are not taken up by our eligible Directors and employees of our Group will be allocated to the Malaysian Public.

Subject to **Section 3.4.3(i)** of this Prospectus and in the event there are Issue Shares not subscribed by the Malaysian Public as well as our eligible Directors and employees of our Group, the remaining portion will be made available for application by way of private placement to institutional and selected investors to be identified under **Section 3.4.1(ii)** of this Prospectus. Thereafter, any remaining Issue Shares that are still not subscribed for will be underwritten based on the terms and conditions of the Underwriting Agreement dated 7 November 2014.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

In the event of an over-subscription by the Malaysian Public and a corresponding under-subscription under **Sections 3.4.1(ii), 3.4.1(iii) and 3.4.2** of this Prospectus, the remaining portion will be clawed-back and be allocated to the Malaysian Public to increase the participation of retail investors.

The clawback and reallocation shall not apply in the event of over-application under **Sections 3.4.1(i), 3.4.1(ii), 3.4.1(iii) and 3.4.2** of this Prospectus.

**15.8 APPLICATION AND ACCEPTANCES**

MIH, acting on the authority of our Board reserves the right not to accept your Application, if it does not strictly comply with the instructions, or to accept your Application in part only without assigning any reason therefor.

The submission of an Application does not necessarily mean that the Application will be successful.

**YOUR APPLICATION MUST BE FOR 100 ORDINARY SHARES OR MULTIPLES THEREOF.**

**NO APPLICATION SHALL BE DEEMED TO HAVE BEEN ACCEPTED BY REASON OF THE REMITTANCES HAVING BEEN PRESENTED FOR PAYMENT.**

**15.9 UNSUCCESSFUL/PARTIALLY SUCCESSFUL APPLICATIONS**

If you are unsuccessful/ partially successful in your application, the full amount or the balance of the application monies, as the case may be, will be refunded without interest in the following manner:-

**15.9.1 For applications by way of WHITE Application Form**

- (i) The full amount or the balance of the application monies, as the case may be, will be refunded to you via the self-addressed and stamped Official 'A' envelope you provided by ordinary post (for fully unsuccessful applications) or crediting into your bank account if you have provided such bank account information to Bursa Depository or by ordinary post/ registered post (for partially successful application) within ten (10) Markets Days from the date of the final ballot if you have not provided such bank account information to Bursa Depository.
- (ii) If your Application is rejected because you did not provide a CDS Account, the full amount of your application monies will be sent to you to the address as per the NRIC or "Resit Pengenalan Sementara (KPPK 09)" or any valid temporary identity document as issued by the National Registration Department from time to time, or the authority card in the case of armed forces or police personnel, at your own risk.
- (iii) MIH reserves the right to bank in all application monies from unsuccessful applicants and these monies will be refunded by crediting into your bank account if you have provided such bank account information to Bursa Depository or by ordinary post/registered post to your address last maintained with Bursa Depository if you have not provided such bank account information to Bursa Depository or as per item (ii) above (as the case may be) within ten (10) Market Days from the date of the final ballot.

## **15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

### **15.9.2 For applications by way of Electronic Share Application**

- (i) MIH shall inform the relevant Participating Financial Institution of the unsuccessful or partially successful Applications within two (2) Market Days after the balloting date.
- (ii) Where your Electronic Share Application is unsuccessful, the relevant Participating Financial Institution will credit the full amount of the Application monies, in Ringgit Malaysia (without interest or any share of revenue or benefit arising therefrom) into your account with that Participating Financial Institution within two (2) Market Days after the receipt of confirmation from MIH. You may check your account on the fifth (5<sup>th</sup>) Market Day from the balloting day.
- (iii) Where your Electronic Share Application is partially successful, the relevant Participating Financial Institution will credit the balance of the Application monies, in Ringgit Malaysia (without interest or any share of revenue or benefit arising therefrom) into your account with that Participating Financial Institution within two (2) Market Days after the receipt of confirmation from MIH.
- (iv) We will, however, hold in reserve a number of Applications to replace any successfully balloted Applications that are subsequently rejected. If your Application held in reserve, is subsequently rejected, your Application monies without interest will be refunded (without interest or any share revenue or benefit arising therefrom) to you by MIH by crediting into your account with the Participating Financial Institution.

### **15.9.3 For applications by way of Internet Share Application**

- (i) If your Internet Share Application is unsuccessful or successful in part only, MIH shall inform the relevant Internet Participating Financial Institution of the unsuccessful or partially successful Internet Share Application within two (2) Market Days after the balloting date.
- (ii) Where your Internet Share Application is unsuccessful, the relevant Internet Participating Financial Institution will credit or arrange with the Authorised Financial Institution to credit the full amount of the application monies, in Ringgit Malaysia (without interest or any share of revenue or other benefit arising therefrom) into your account with the Internet Participating Financial Institution or the Authorised Financial Institution within two (2) Market Days after receipt of written confirmation from MIH. You may check your account on the fifth (5<sup>th</sup>) Market Days from the balloting day.
- (iii) If your Internet Share Application is successful in part only, the relevant Internet Participating Financial Institution will credit the balance of the application monies in Ringgit Malaysia (without interest or any share of revenue or other benefit arising therefrom) into your account with the Internet Participating Financial Institution or the Authorised Financial Institution within two (2) Market Days after receipt of written confirmation from MIH.

**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

- (iv) We will, however, hold in reserve a number of applications to replace any successfully balloted applications that are subsequently rejected. If your application held in reserve is subsequently rejected, your application monies will be refunded (without interest or any share of revenue or other benefit arising therefrom) to you by MIH by crediting into your account with the Internet Participating Financial Institution not later than ten (10) Market Days from the date of the final ballot, at your own risk.
- (v) For applications that are held in reserve and which are subsequently unsuccessful (or partly successful), the Internet Participating Financial Institution will credit into your account the application monies (or any part thereof but without interest or any share of revenue or other benefit arising therefrom) within two (2) Market Days after the receipt confirmation from MIH.

Except where MIH is required to refund application monies, it is the sole responsibility of the Internet Participating Financial Institution to ensure the timely refund of application monies from unsuccessful or partially successful Internet Share Applications. Therefore, you are strongly advised to consult the Internet Participating Financial Institution through which the application was made in respect of the mode or procedure of enquiring on the status of the Internet Share Application in order to determine the status or exact number of IPO Shares allotted or allocated, if any, before trading of our IPO Shares on Bursa Securities.

**15.10 CDS ACCOUNTS**

Pursuant to Section 14(1) of the SICDA, Bursa Securities has prescribed the Shares as Prescribed Securities. In consequence thereof, the share issued/offered through this Prospectus will be deposited directly with Bursa Depository and any dealings in these shares will be carried out in accordance with the SICDA and rules of Bursa Depository.

Following the above, in accordance with Section 29 of the SICDA, all dealings in our Shares will be by book entries through CDS Account. Thus, we will not issue any share certificates to you.

Only if you have a CDS Account can you make an Application by way of an Application Form. If you apply using an Application Form, you should state your CDS Account number in the space provided in the Application Form and you shall be deemed to have authorised Bursa Depository to disclose information pertaining to your CDS Account to MIH or us and any relevant regulatory bodies, as the case may be. If you do not presently have a CDS Account, you should open a CDS Account at an ADA prior to making an Application for our Shares.

Only if you have a CDS Account can you make an Application by way of an Electronic Share Application. If you apply using an Electronic Share Application, you shall furnish your CDS Account number to the Participating Financial Institution by way of keying in your CDS Account number if the instructions on the ATM screen at which you enter your Electronic Share Application require you to do so.

Only if you have a CDS Account can you make an Application by way of an Internet Share Application. In certain cases, you can only make an Internet Share Application if you have a CDS Account opened with the Internet Participating Financial Institution. Arising therewith, your CDS Account number would automatically appear in the e-IPO online application form.

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**15. PROCEDURES FOR APPLICATION AND ACCEPTANCE (Cont'd)**

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If you fail to comply with these specific instructions or there are inaccuracies in the CDS Account number, arising from use of invalid, third party or nominee accounts, your application may be rejected. If you are successful in your Application but fail to state your CDS Account number, MIH, acting on the authority of our Board, reserves the right to reject your Application. MIH, acting on the authority of our Board also reserves the right to reject any incomplete and inaccurate Application. We may also reject your Application if your particulars provided in the Application Forms, or in the case of Electronic Share Application or Internet Share Application, if the records of the Participating Financial Institutions or Internet Participating Financial Institutions at the time of making the Electronic Share Application or Internet Share Application, respectively, differ from those in Bursa Depository's records, such as your identity card number, name and nationality.

**15.11 NOTICE OF ALLOTMENT**

If your Application is successful or partially successful, we will credit our Shares allotted to you to your CDS Account. We will despatch a notice of allotment to you at your address last maintained with Bursa Depository at your own risk prior to our Listing. For Electronic Share Applications or Internet Share Applications, the notice of allotment will be despatched to you at your address last maintained with Bursa Depository at your own risk prior to our Listing. This is the only acknowledgement of acceptance of your Application as we will not be issuing any share certificate to you.

You must inform Bursa Depository of your updated address promptly by adhering to certain rules and regulation of Bursa Depository, failing which we shall send the notification letter on your allotment to your address last maintained with Bursa Depository.

**You may also check the status of your application by calling your ADA at the telephone number as stated in Section 16 of this Prospectus or MIH at (03)-7841 8000 or (03)-7841 8289, between five (5) to ten (10) Market Days (during office hours only) after the balloting date.**

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**16. LIST OF ADAs**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
<b>KUALA LUMPUR</b>			
AFFIN HWANG INVESTMENT BANK BERHAD Ground, Mezzanine & 3 <sup>rd</sup> Floor Chulan Tower No. 3, Jalan Conlay 50450 Kuala Lumpur Tel No : 03-21438668	068-018	AFFIN HWANG INVESTMENT BANK BERHAD 7 <sup>th</sup> , 22 <sup>nd</sup> & 23 <sup>rd</sup> Floor Menara Keck Seng 203 Jalan Bukit Bintang 55100 Kuala Lumpur Tel No : 03-27116888	068-014
AFFIN HWANG INVESTMENT BANK BERHAD 38A & 40A Jalan Midah 1 Taman Midah 56000 Cheras Kuala Lumpur Tel No : 03-91308803	068-021	AFFIN HWANG INVESTMENT BANK BERHAD 57-10 Level 10 The Boulevard, Mid Valley City Lingkaran Syed Putra 59000 Kuala Lumpur Tel No : 03-22872273	068-017
ALLIANCE INVESTMENT BANK BERHAD Level 17, Menara Multi-Purpose Capital Square 8, Jalan Munshi Abdullah 50100 Kuala Lumpur Tel No : 03- 26043333	076-001	INTER-PACIFIC SECURITIES SDN BHD West Wing, Level 13 Berjaya Times Square No. 1, Jalan Imbi 55100 Kuala Lumpur Tel No : 03-21171888	054-001
AMINVESTMENT BANK BERHAD 15 <sup>th</sup> Floor, Bangunan AmBank Group 55, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-20782788 / 20362633	086-001	INTER-PACIFIC SECURITIES SDN BHD Ground Floor, 7-0-8, Jalan 3/109F Danau Business Centre, Danau Desa 58100 Kuala Lumpur Tel No : 03-79847796	054-003
BIMB SECURITIES SDN BHD Level 32, Menara Multi Purpose Capital Square No. 8, Jalan Munshi Abdullah 50100 Kuala Lumpur Tel No : 03-26918887	024-001	INTER-PACIFIC SECURITIES SDN BHD No. 33-1 (First Floor) Jalan Radin Bagus Bandar Baru Seri Petaling 57000 Kuala Lumpur Tel No : 03-9056 2921	054-005
CIMB INVESTMENT BANK BERHAD Level 17, Menara CIMB Jalan Stesen Sentral 2 Kuala Lumpur Sentral 50470 Kuala Lumpur Tel No : 03-22618888	065-001	JUPITER SECURITIES SDN BHD Level 8 & 9, Menara Olympia No. 8, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-20341888	055-001
HONG LEONG INVESTMENT BANK BERHAD Level 7, Menara HLA No. 3, Jalan Kia Peng 50450 Kuala Lumpur Tel No : 03-21616121 / 21681168	066-001	KAF-SEAGROATT & CAMPBELL SECURITIES SDN BHD 11 <sup>th</sup> -14 <sup>th</sup> Floor, Chulan Tower No. 3, Jalan Conlay 50450 Kuala Lumpur Tel No : 03-21688800	053-001

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
HONG LEONG INVESTMENT BANK BERHAD (formerly known as MIMB Investment Bank Berhad) Level 18, Menara Raja Laut 288, Jalan Raja Laut 50350 Kuala Lumpur Tel No : 03-26910200 / 26928899	066-006	KENANGA INVESTMENT BANK BERHAD Level 8, Kenanga International Jalan Sultan Ismail 50250 Kuala Lumpur Tel No : 03-21649080	073-001
AFFIN HWANG INVESTMENT BANK BERHAD 2 <sup>nd</sup> Floor, Bangunan AHP No. 2, Jalan Tun Mohd Fuad 3 Taman Tun Dr. Ismail 60000 Kuala Lumpur Tel No : 03-77106688	068-009	KENANGA INVESTMENT BANK BERHAD M3-A-7 & M3-A-8 Jalan Pandan Indah 4/3A Pandan Indah 55100 Kuala Lumpur Tel No : 03-42978806	073-020
KENANGA INVESTMENT BANK BERHAD 1 <sup>st</sup> Floor West Wing ECM Libra Building 8, Jalan Damansara Endah Damansara Heights 50490 Kuala Lumpur Tel No : 03-20892888	073-021	RHB INVESTMENT BANK BERHAD Level 3A, Tower One RHB Centre, Jalan Tun Razak 50400 Kuala Lumpur Tel No : 03-92873888	087-001
KENANGA INVESTMENT BANK BERHAD 1st Floor, Wisma Genting Jalan Sultan Ismail 50250 Kuala Lumpur Tel No : 03-21781133	073-029	RHB INVESTMENT BANK BERHAD 12 <sup>th</sup> , 20 <sup>th</sup> & 21 <sup>st</sup> Floor, Plaza OSK Jalan Ampang 50450 Kuala Lumpur Tel No : 03-23338333	087-018
M & A SECURITIES SDN BHD Level 1-3, No. 45 & 47 The Boulevard, Mid Valley City Lingkaran Syed Putra 59200 Kuala Lumpur Tel No : 03-22821820	057-002	RHB INVESTMENT BANK BERHAD No. 62 & 64, Vista Magna Jalan Prima, Metro Prima 52100 Kuala Lumpur Tel No : 03-62575869	087-028
MAYBANK INVESTMENT BANK BERHAD Level 5-13, MaybanLife Tower Dataran Maybank No. 1, Jalan Maarof 59000 Kuala Lumpur Tel No : 03-22978888	098-001	RHB INVESTMENT BANK BERHAD No. 5 & 7 Jalan Pandan Indah 4/33 Pandan Indah 55100 Kuala Lumpur Tel No : 03-42804798	087-054

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
MERCURY SECURITIES SDN BHD L-7-2, No. 2 Jalan Solaris Solaris Mont' Kiara 50480 Kuala Lumpur Tel No : 03-62037227	093-002	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> , 2 <sup>nd</sup> & 3 <sup>rd</sup> Floor No. 55, Zone J4 Jalan Radin Anum Bandar Baru Seri Petaling 57000 Kuala Lumpur Tel No : 03-90587222	087-058
MIDF AMANAH INVESTMENT BANK BERHAD Level 21, Menara MIDF 82, Jalan Raja Chulan 50200 Kuala Lumpur Tel No : 03-21738888	026-001	TA SECURITIES HOLDINGS BERHAD Menara TA One No. 22, Jalan P. Ramlee 50250 Kuala Lumpur Tel No : 03-20721277	058-003
PM SECURITIES SDN BHD Ground, Mezzanine, 1 <sup>st</sup> & 10 <sup>th</sup> Floor Menara PMI No. 2, Jalan Changkat Ceylon 50200 Kuala Lumpur Tel No : 03-21463000	064-001	UOB KAY HIAN SECURITIES (M) SDN BHD N-1-3, Plaza Damas 60, Jalan Sri Hartamas 1 Sri Hartamas 50480 Kuala Lumpur Tel No : 03-62056000	078-004
PUBLIC INVESTMENT BANK BERHAD 27 <sup>th</sup> Floor, Public Bank Building No. 6, Jalan Sultan Sulaiman 50000 Kuala Lumpur Tel No : 03-20313011	051-001		
<b>SELANGOR DARUL EHSAN</b>			
AFFIN HWANG INVESTMENT BANK BERHAD 3 <sup>rd</sup> & 4 <sup>th</sup> Floor, Wisma Meru 1 Lintang Pekan Baru Off Jalan Meru 41050 Klang Selangor Darul Ehsan Tel No : 03-33439999	068-019	AFFIN HWANG INVESTMENT BANK BERHAD East Wing & Centre Link Floor 3A, Wisma Consplant 2 No. 7, Jalan SS 16/1 47500 Subang Jaya Selangor Darul Ehsan Tel No : 03-56356688	068-010
AFFIN HWANG INVESTMENT BANK BERHAD Lot 229, 2 <sup>nd</sup> Floor, The Curve 6 Jalan PJU 7/3 Mutiar Damansara 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77298016	068-020	JF APEX SECURITIES BERHAD 6 <sup>th</sup> Floor, Menara Apex Off Jalan Semenyih, Bukit Mewah 43000 Kajang Selangor Darul Ehsan Tel No : 03-87361118	079-001



**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
AFFIN HWANG INVESTMENT BANK BERHAD 1 <sup>st</sup> Floor, 20-22 Jalan 21/12, SEA Park 46300 Petaling Jaya Selangor Darul Ehsan Tel No : 03-78776229	068-022	JF APEX SECURITIES BERHAD 15 <sup>th</sup> & 16 <sup>th</sup> Floor Menara Choy Fook On No. 1B, Jalan Yong Shook Lin 46050 Petaling Jaya Selangor Darul Ehsan Tel No : 03-76201118	079-002
AFFIN HWANG INVESTMENT BANK BERHAD No.79-1 & 79-2 Jalan Batu Nilam 5 Bandar Bukit Tinggi 41200 Klang Selangor Darul Ehsan Tel No : 03-33221999	068-023	KENANGA INVESTMENT BANK BERHAD Ground – Fifth Floor East Wing, Quattro West No. 4, Lorong Persiaran Barat 46200 Petaling Jaya Selangor Darul Ehsan Tel No : 03-78626200	073-005
AMINVESTMENT BANK BERHAD 4 <sup>th</sup> Floor, Plaza Damansara Utama No. 2, Jalan SS21/60 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77106613	086-003	KENANGA INVESTMENT BANK BERHAD No. 55C, 2 <sup>nd</sup> Floor Jalan USJ 10/1F 47610 UEP Subang Jaya Selangor Darul Ehsan Tel No : 03-80241773	073-006
CIMB INVESTMENT BANK BERHAD Level G & Level 1, Tropicana City Office Tower No 3 Jalan SS20/27 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03 – 77173388	065-009	KENANGA INVESTMENT BANK BERHAD Lot 240, 2 <sup>nd</sup> Floor, The Curve No. 6, Jalan PJU 7/3 Mutiarra Damansara 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77259095	073-016
HONG LEONG INVESTMENT BANK BERHAD Level 10 1 First Avenue Bandar Utama 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77246888	066-002	KENANGA INVESTMENT BANK BERHAD Level 1 East Wing Wisma Consplant 2 No. 7 Jalan SS 16/1 47500 Subang Jaya Selangor Darul Ehsan Tel No : 03-56212118	073-030
AFFIN HWANG INVESTMENT BANK BERHAD 16 <sup>th</sup> , 18 <sup>th</sup> -20 <sup>th</sup> Floor, Plaza Masalam No. 2, Jalan Tengku Ampuan Zabedah E9/E Section 9 40100 Shah Alam Selangor Darul Ehsan Tel No : 03-55133288	068-002	KENANGA INVESTMENT BANK BERHAD 35 (Ground & 1 <sup>st</sup> Floor) Jalan Tiara 3 Bandar Baru Klang 41150 Klang Selangor Darul Ehsan Tel No : 03-33488080	073-035

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
MALACCA SECURITIES SDN BHD No. 16, Jalan SS15/4B 47500 Subang Jaya Selangor Darul Ehsan Tel No : 03-56361533	012-002	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 15, Jalan Bandar Rawang 4 48000 Rawang Selangor Darul Ehsan Tel No : 03-60928916	087-047
MALACCA SECURITIES SDN BHD No. 58 & 60, 1 <sup>st</sup> Floor Jalan SS2/67 47300 Petaling Jaya Selangor Darul Ehsan Tel No : 03-78761533	012-003	RHB INVESTMENT BANK BERHAD Ground & Mezzanine Floor No. 87 & 89, Jalan Susur Pusat Perniagaan NBC Batu 1½, Jalan Meru 41050 Klang Selangor Darul Ehsan Tel No : 03-33439180	087-048
MAYBANK INVESTMENT BANK BERHAD Suite 8.02, Level 8, Menara Trend Intan Millennium Square No. 68, Jalan Batai Laut 4, Taman Intan 41300 Klang Selangor Darul Ehsan Tel No : 03 30508888	098-003	RHB INVESTMENT BANK BERHAD Ground Floor and First Floor No.13 Jalan Kenari 3 Bandar Puchong Jaya 47100 Puchong Selangor Darul Ehsan Tel No : 03-80706899	087-049
MAYBANK INVESTMENT BANK BERHAD Wisma Bentley Music Level 1, No. 3, Jalan PJU 7/2 Mutiar Damansara 47800 Petaling Jaya Selangor Darul Ehsan Tel No : 03 77188888	098-004	RHB INVESTMENT BANK BERHAD 11-1, Jalan PJU 5/12 Dataran Sunway Kota Damansara 47810 Petaling Jaya Selangor Darul Ehsan Tel No : 03-61483361	087-051
PM SECURITIES SDN BHD No. 157, Jalan Kenari 23A Bandar Puchong Jaya 47100 Puchong Selangor Darul Ehsan Tel No : 03-80700773	064-003	RHB INVESTMENT BANK BERHAD Unit 1B & 2B Jalan USJ 10/1J 47610 UEP Subang Jaya Selangor Darul Ehsan Tel No : 03-80221888	087-059
PM SECURITIES SDN BHD No. 18 & 20, Jalan Tiara 2 Bandar Baru Klang 41150 Klang Selangor Darul Ehsan Tel No : 03-33415300	064-007	SJ SECURITIES SDN BHD Ground Floor, Podium Block Wisma Synergy Lot 72, Persiaran Jubli Perak Section 22 40000 Shah Alam Selangor Darul Ehsan Tel No : 03-51920202	096-001

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
SJ SECURITIES SDN BHD 101B, Jalan SS15/5A 47500 Subang Jaya Selangor Darul Ehsan Tel No : 03-56317888	096-002	SJ SECURITIES SDN BHD No. 74-2, Jalan Batu Nilam 5 Bandar Bukit Tinggi 41200 Klang Selangor Darul Ehsan Tel No : 03-33221915	096-004
RHB INVESTMENT BANK BERHAD 24, 24M, 24A, 26M, 28M, 28A & 30 Jalan SS 2/63 47300 Petaling Jaya Selangor Darul Ehsan Tel No : 03-78736366	087-011	TA SECURITIES HOLDINGS BERHAD No. 2-1, 2-2, 2-3 & 4-2 Jalan USJ 9/5T, Subang Business Centre 47620 UEP Subang Jaya Selangor Darul Ehsan Tel No : 03-80251880	058-005
RHB INVESTMENT BANK BERHAD No. 37, Jalan Semenyih 43000 Kajang Selangor Darul Ehsan Tel No : 03-87363378	087-045	TA SECURITIES HOLDINGS BERHAD 2 <sup>nd</sup> Floor Wisma TA 1A Jalan SS20/1 Damansara Utama 47400 Petaling Jaya Selangor Darul Ehsan Tel No : 03-77295713	058-007
<b>MELAKA</b>			
CIMB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 191, Taman Melaka Raya Off Jalan Parameswara 75000 Melaka Tel No : 06-2898800	065-006	PM SECURITIES SDN BHD No. 13, Jalan PM2 Plaza Mahkota 75000 Melaka Tel No : 06-2866008	064-006
KENANGA INVESTMENT BANK BERHAD 71 (A&B) & 73 (A&B) Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2881720	073-028	RHB INVESTMENT BANK BERHAD No 19, 21 & 23, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2833622 / 2818823	087-002
KENANGA INVESTMENT BANK BERHAD 22A & 22A -1 and 26 & 26 – 1 Jalan MP 10 Taman Merdeka Permai 75350 Batu Berendam Melaka Tel No : 06-3372550	073-034	RHB INVESTMENT BANK BERHAD 579, 580 & 581 Taman Melaka Raya 75000 Melaka Tel No : 06-2825211	087-026
MALACCA SECURITIES SDN BHD No. 1, 3 & 5, Jalan PPM9 Plaza Pandan Malim (Business Park) Balai Panjang 75250 Melaka Tel No : 06-3371533	012-001	TA SECURITIES HOLDINGS BERHAD 59, 59A, 59B Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2862618	058-008

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
MERCURY SECURITIES SDN BHD No. 81-B & 83-B, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel No : 06-2921898	093-003		
<b>PERAK DARUL RIDZUAN</b>			
CIMB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> , 2 <sup>nd</sup> & 3 <sup>rd</sup> Floor No. 8, 8A-C Persiaran Greentown 4C Greentown Business Centre 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2088688	065-010	AFFIN HWANG INVESTMENT BANK BERHAD 2 <sup>nd</sup> & 3 <sup>rd</sup> Floor No. 22, Persiaran Greentown 1 Greentown Business Centre 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2559988	068-015
HONG LEONG INVESTMENT BANK BERHAD 51-53, Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2530888	066-003	KENANGA INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> , 2 <sup>nd</sup> & 4 <sup>th</sup> Floor No. 63 Persiaran Greenhill 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2422828	073-022
AFFIN HWANG INVESTMENT BANK BERHAD 21, Jalan Stesen 34000 Taiping Perak Darul Ridzuan Tel No : 05-8066688	068-003	KENANGA INVESTMENT BANK BERHAD No. 7B-1, Jalan Laman Intan Bandar Baru Teluk Intan 36000 Teluk Intan Perak Darul Ridzuan Tel No : 05-6222828	073-026
KENANGA INVESTMENT BANK BERHAD Ground Floor No. 25 & 25A Jalan Jaya 2, Medan Jaya 32000 Sitiawan Perak Darul Ridzuan Tel No : 05-6939828	073-031	RHB INVESTMENT BANK BERHAD Ground Floor, No. 40, 42 & 44 Jalan Berek 34000 Taiping Perak Darul Ridzuan Tel No : 05-8088229	087-034
M & A SECURITIES SDN BHD M&A Building 52A, Jalan Sultan Idris Shah 30000 Ipoh Perak Darul Ridzuan Tel No : 05-2419800	057-001	RHB INVESTMENT BANK BERHAD 72, Ground Floor Jalan Idris 31900 Kampar Perak Darul Ridzuan Tel No : 05-4651261	087-044

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
MAYBANK INVESTMENT BANK BERHAD B-G-04 (Ground Floor), Level 1 & 2 42 Persiaran Greentown 1 Pusat Dagangan Greentown 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2453400	098-002	RHB INVESTMENT BANK BERHAD Ground Floor No. 2, Jalan Wawasan 4 Taman Wawasan 34200 Parit Buntar Perak Darul Ridzuan Tel No : 05-7170888	087-052
RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 17, Jalan Intan 2 Bandar Baru 36000 Teluk Intan Perak Darul Ridzuan Tel No : 05-6236498	087-014	TA SECURITIES HOLDINGS BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor Plaza Teh Teng Seng No. 227, Jalan Raja Permaisuri Bainun 30250 Ipoh Perak Darul Ridzuan Tel No : 05-2531313	058-001
RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> Floor No. 23 & 25 Jalan Lumut 32000 Sitiawan Perak Darul Ridzuan Tel No : 05-6921228	087-016	UOB KAY HIAN SECURITIES (M) SDN BHD 29G, Jalan Intan 2 Bandar Baru 36000 Teluk Intan Perak Darul Ridzuan Tel No : 05-6216010	078-009
RHB INVESTMENT BANK BERHAD 21-25, Jalan Seenivasagam Greentown 30450 Ipoh Perak Darul Ridzuan Tel No : 05-2415100	087-023		
<b>PULAU PINANG</b>			
ALLIANCE INVESTMENT BANK BERHAD Ground & Mezzanine Floor Bangunan Barkath 21, Lebuhraya Pantai 10300 Pulau Pinang Tel No: 04-2611688	076-015	AMINVESTMENT BANK BERHAD Level 3 No. 15, Lebuhraya Pantai 10300 Pulau Pinang Tel No : 04-2619288	086-007
AMINVESTMENT BANK BERHAD 3 <sup>rd</sup> Floor, Menara Liang Court 37, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2261818	086-004	CIMB INVESTMENT BANK BERHAD Ground Floor Suite 1.01, Menara Boustead Penang 39, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2385900	065-003

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
AFFIN HWANG INVESTMENT BANK BERHAD Level 2, 3, 4, 5, 7 & 8 Wisma Sri Pinang 60, Green Hall 10200 Pulau Pinang Tel No : 04-2636996	068-001	PM SECURITIES SDN BHD Level 25, Menara BHL 51, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2273000	064-004
AFFIN HWANG INVESTMENT BANK BERHAD No. 2 & 4 Jalan Perda Barat Bandar Perda 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5372882	068-006	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 2677, Jalan Chain Ferry Taman Inderawasih 13600 Seberang Prai Pulau Pinang Tel No : 04-3900022	087-005
INTER-PACIFIC SECURITIES SDN BHD Ground, Mezzanine & 8 <sup>th</sup> Floor Sentral Tower 3, Penang Street 10200 Pulau Pinang Tel No : 04-2690888	054-002	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 11A, Jalan Keranji Off Jalan Padang Lallang 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5402888	087-015
KENANGA INVESTMENT BANK BERHAD 7 <sup>th</sup> , 8 <sup>th</sup> & 16 <sup>th</sup> Floor Menara Boustead Penang 39, Jalan Sultan Ahmad Shah 10050 Pulau Pinang Tel No : 04-2283355	073-023	RHB INVESTMENT BANK BERHAD 834 Jalan Besar, Sungai Bakap 14200 Sungai Jawi Seberang Perai Selatan Pulau Pinang Tel No : 04-5831888	087-032
M & A SECURITIES SDN BHD 332H-1 & 332G-2 Harmony Square Jalan Perak 11600 Georgetown Pulau Pinang Tel No : 04-2817611	057-005	RHB INVESTMENT BANK BERHAD 64 & 64-D Ground Floor – 3 <sup>rd</sup> Floor & 5 <sup>th</sup> – 8 <sup>th</sup> Floor Lebuh Bishop 10200 Pulau Pinang Tel No : 04-2634222	087-033
MALACCA SECURITIES SDN BHD Suite 98-3-13A, 13B, 13C Prima Tanjung Jalan Fettes 11200 Tanjung Tokong Pulau Pinang Tel No : 04-8981525	012-004	RHB INVESTMENT BANK BERHAD Ground & 1st Floor No. 15-G-5, 15-G-6, 15-1-5 & 15-1-6 Medan Kampung Relau (Bayan Point) 11950 Pulau Pinang Tel No : 04-6404888	087-042

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
MERCURY SECURITIES SDN BHD Ground, 1 <sup>st</sup> , 2 <sup>nd</sup> & 3 <sup>rd</sup> Floor Wisma UMNO Lorong Bagan Luar Dua 12000 Butterworth, Seberang Perai Pulau Pinang Tel No : 04-3322123	093-001	RHB INVESTMENT BANK BERHAD 41-A, 41-B and 41-C Lintang Angsana Bandar Baru Air Itam 11500 Pulau Pinang Tel No : 04-8352988	087-056
MERCURY SECURITIES SDN BHD 2 <sup>nd</sup> Floor Standard Chartered Bank Chambers 2 Lebuhr Pantai 10300 Pulau Pinang Tel No : 04-2639118	093-004	UOB KAY HIAN SECURITIES (M) SDN BHD 1 <sup>st</sup> Floor, Bangunan Heng Guan 171 Jalan Burmah 10050 Pulau Pinang Tel No : 04-2299318	078-002
UOB KAY HIAN SECURITIES (M) SDN BHD Ground & 1 <sup>st</sup> Floor No. 2, Jalan Perniagaan 2 Pusat Perniagaan Alma 14000 Bukit Mertajam Pulau Pinang Tel No : 04-5541388	078-003	SJ SECURITIES SDN BHD 12 <sup>th</sup> Floor, office Tower Hotel Royal Penang No 3 Jalan Larut 10050 Georgetown Pulau Pinang Tel No : 04-2289836	096-003
<b>PERLIS INDRA KAYANGAN</b>			
RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 39, Taman Suriani Persiaran Jubli Emas 01000 Kangar Perlis Indra Kayangan Tel No : 04-9793888	087-060		
<b>KEDAH DARUL AMAN</b>			
ALLIANCE INVESTMENT BANK BERHAD Lot T-30, 2 <sup>nd</sup> Floor, Wisma PKNK Jalan Sultan Badlishah 05000 Alor Setar Kedah Darul Aman Tel No : 04-7317088	076-004	RHB INVESTMENT BANK BERHAD 35, Ground Floor Jalan Suria 1, Jalan Bayu 09000 Kulim Kedah Darul Aman Tel No : 04-4964888	087-019
AFFIN HWANG INVESTMENT BANK BERHAD 70 A, B, C, Jalan Mawar 1 Taman Pekan Baru 08000 Sungai Petani Kedah Darul Aman Tel No : 04-4256666	068-011	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor 214-A, 214-B, 215-A & 215-B Medan Putra, Jalan Putra 05150 Alor Setar Kedah Darul Aman Tel No : 04-7209888	087-021

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
RHB INVESTMENT BANK BERHAD No. 112, Jalan Pengkalan Taman Pekan Baru 08000 Sungai Petani Kedah Darul Aman Tel No : 04-4204888	087-017	UOB KAY HIAN SECURITIES (M) SDN BHD Lot 4, 5 & 5A, 1 <sup>st</sup> Floor EMUM 55 No. 55, Jalan Gangsa Kawasan Perusahaan Mergong 2 Seberang Jalan Putra 05150 Alor Setar Kedah Darul Aman Tel No : 04-7322111	078-007
<b>NEGERI SEMBILAN DARUL KHUSUS</b>			
AFFIN HWANG INVESTMENT BANK BERHAD 1 <sup>st</sup> Floor, 105, 107 & 109 Jalan Yam Tuan 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7612288	068-007	MAYBANK INVESTMENT BANK BERHAD Wisma HM No. 43, Jalan Dr Krishnan 70000 Seremban Negeri Sembilan Tel No : 06-7669555	098-005
AFFIN HWANG INVESTMENT BANK BERHAD 6, Upper Level, Jalan Mahligai 72100 Bahau Negeri Sembilan Darul Khusus Tel No : 06-4553188	068-013	PM SECURITIES SDN BHD Ground, 1 <sup>st</sup> -3 <sup>rd</sup> Floor 18-21, Jalan Kong Sang 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7623131	064-002
KENANGA INVESTMENT BANK BERHAD 1C & 1D, Ground & 1 <sup>st</sup> Floor Jalan Tunku Munawir 70000 Seremban Negeri Sembilan Tel No : 06-7655998	073-033	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 32 & 33, Jalan Dato' Bandar Tunggal 70000 Seremban Negeri Sembilan Darul Khusus Tel No : 06-7641641	087-024
RHB INVESTMENT BANK BERHAD 1 <sup>st</sup> Floor, No. 3601, Jalan Besar 73000 Tampin Negeri Sembilan Darul Khusus Tel No : 06-4421000	087-037	RHB INVESTMENT BANK BERHAD Ground & Mezzanine Floor No. 346 & 347, Batu ½, Jalan Pantai 71000 Port Dickson Negeri Sembilan Darul Khusus Tel No : 06-6461234	087-046
RHB INVESTMENT BANK BERHAD 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 168, Jalan Mewah (Pusat Perniagaan UMNO Bahagian Jempol) 72100 Bahau Negeri Sembilan Darul Khusus Tel No : 06-4553014	087-040		



**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
<b>JOHOR DARUL TAKZIM</b>			
ALLIANCE INVESTMENT BANK BERHAD No. 73, Ground & 1 <sup>st</sup> Floor Jalan Rambutan 86000 Kluang Johor Darul Takzim Tel No : 07-7717922	076-006	KENANGA INVESTMENT BANK BERHAD Level 2, Menara Pelangi Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-3333600	073-004
AMINVESTMENT BANK BERHAD 3 <sup>rd</sup> Floor, Penggaram Complex 1, Jalan Abdul Rahman 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4342282	086-002	KENANGA INVESTMENT BANK BERHAD Ground & Mezzanine Floor 34 Jalan Genuang 85000 Segamat Johor Darul Takzim Tel No : 07-9333515	073-009
AMINVESTMENT BANK BERHAD 18 <sup>th</sup> Floor, Selesa Tower Jalan Dato' Abdullah Tahir 80300 Johor Bahru Johor Darul Takzim Tel No : 07-3343855	086-006	KENANGA INVESTMENT BANK BERHAD Ground Floor No. 4, Jalan Dataran 1 Taman Bandar Tangkak 84900 Tangkak Johor Darul Takzim Tel No : 06-9782292	073-011
HONG LEONG INVESTMENT BANK BERHAD (formerly known as MIMB Investment Bank Berhad) Suite 25.02, Level 25 Johor Bahru City Square (Office Tower) No. 106-108, Jalan Wong Ah Fook 80000 Johor Bahru Johor Darul Takzim Tel No : 07-2227388	066-005	KENANGA INVESTMENT BANK BERHAD Ground Floor No. 4, Jalan Dataran 1 Taman Bandar Tangkak 84900 Tangkak Johor Darul Takzim Tel No : 06-9782292	073-011
HWANGDBS INVESTMENT BANK BERHAD Level 7, Johor Bahru City Square (Office Tower) 106-108 Jalan Wong Ah Fook 80000 Johor Bahru Johor Darul Takzim Tel No : 07-2222692	068-004	KENANGA INVESTMENT BANK BERHAD 24, 24A & 24B Jalan Penjaja 3 Kim Park Centre 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4326963	073-017
INTER-PACIFIC SECURITIES SDN BHD 95, Jalan Tun Abdul Razak 80000 Johor Bahru Johor Darul Takzim Tel No : 07-2231211	054-004	RHB INVESTMENT BANK BERHAD 6 <sup>th</sup> Floor, Wisma Tiong-Hua 8, Jalan Keris, Taman Sri Tebrau 80050 Johor Bahru Johor Darul Takzim Tel No : 07-2788821	087-006

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
KENANGA INVESTMENT BANK BERHAD Suite 16-02, 16-03 & 16-03A Level 16 Menara MSC Cyberport No. 5 Jalan Bukit Meldrum 80300 Johor Bahru Johor Darul Takzim Tel No : 07-2237423	073-019	RHB INVESTMENT BANK BERHAD 53, 53-A & 53-B, Jalan Sultanah 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4380288	087-009
KENANGA INVESTMENT BANK BERHAD 57, 59 & 61, Jalan Ali 84000 Muar Johor Darul Takzim Tel No : 06-9531222	073-024	RHB INVESTMENT BANK BERHAD No. 33-1, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor Jalan Ali 84000 Muar Johor Darul Takzim Tel No : 06-9538262	087-025
KENANGA INVESTMENT BANK BERHAD Ground Floor No. 234, Jalan Besar Taman Semberong Baru 83700 Yong Peng Johor Darul Takzim Tel No : 07-4678885	073-025	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 119 & 121 Jalan Sutera Tanjung 8/2 Taman Sutera Utama 81300 Skudai Johor Darul Takzim Tel No : 07-5577628	087-029
M & A SECURITIES SDN BHD Suite 5.3A, Level 5, Menara Pelangi Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-3381233	057-003	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 3, Jalan Susur Utama 2/1 Taman Utama 85000 Segamat Johor Darul Takzim Tel No : 07-9321543	087-030
M & A SECURITIES SDN BHD 26, Jalan Indah 16/5 Taman Bukit Indah 81200 Johor Bahru Johor Darul Takzim Tel No : 07-2366288	057-006	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 40 Jalan Haji Manan 86000 Kluang Johor Darul Takzim Tel No : 07-7769655	087-031
MERCURY SECURITIES SDN BHD Suite 17.1, Level 17, Menara Pelangi Jalan Kuning, Taman Pelangi 80400 Johor Bahru Johor Darul Takzim Tel No : 07-3316992	093-005	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 10, Jalan Anggerik 1 Taman Kulai Utama 81000 Kulai Johor Darul Takzim Tel No : 07-6626288	087-035
PM SECURITIES SDN BHD No. 41, Jalan Molek 2/4 Taman Molek 81100 Johor Bahru Johor Darul Takzim Tel No : 07-3513232	064-005	RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor No. 343, Jalan Muar 84900 Tangkak Johor Darul Takzim Tel No : 06-9787180	087-038

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
PM SECURITIES SDN BHD Ground & 1 <sup>st</sup> Floor No. 43 & 43A, Jalan Penjaja 3 Taman Kim's Park, Business Centre 83000 Batu Pahat Johor Darul Takzim Tel No : 07-4333608	064-008	UOB KAY HIAN SECURITIES (M) SDN BHD 42-8, Main Road Kulai Besar 81000 Kulai Johor Darul Takzim Tel No : 07-6637398	078-005
RHB INVESTMENT BANK BERHAD No. 2, 1 <sup>st</sup> Floor, Jalan Makmur Taman Sri Aman 85300 Labis Johor Darul Takzim Tel No : 07-9256881	087-039	UOB KAY HIAN SECURITIES (M) SDN BHD 70 Jalan Rosmerah 2/17 Taman Johor Jaya 81100 Johor Bahru Johor Darul Takzim Tel No : 07-3513218	078-006
RHB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> Floor Nos. 21 & 23 Jalan Molek 1/30 Taman Molek 81100 Johor Bahru Johor Darul Takzim Tel No : 07-3522293	087-043	UOB KAY HIAN SECURITIES (M) SDN BHD 171 Ground Floor Jalan Bestari 1/5 Taman Nusa Bestari 81300 Skudai Johor Darul Takzim Tel No : 07-5121633	078-008
UOB KAY HIAN SECURITIES (M) SDN BHD Level 6 & 7, Menara MSC Cyberport No. 5, Jalan Bukit Meldrum 80300 Johor Bahru Johor Darul Takzim Tel No : 07-3332000	078-001		
<b>PAHANG DARUL MAKMUR</b>			
ALLIANCE INVESTMENT BANK BERHAD Ground, Mezzanine & 1 <sup>st</sup> Floor B400, Jalan Beserah 25300 Kuantan Pahang Darul Makmur Tel No : 09-5660800	076-002	RHB INVESTMENT BANK BERHAD B32 & B34, Lorong Tun Ismail 8 Seri Dagangan II 25000 Kuantan Pahang Darul Makmur Tel No : 09-5173811	087-007
CIMB INVESTMENT BANK BERHAD Ground, 1 <sup>st</sup> & 2 <sup>nd</sup> No. A-27 Jalan Dato' Lim Hoe Lek 25200 Kuantan Pahang Darul Makmur Tel No : 09-5057800	065-007	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor, 98 Jalan Pasdec 28700 Bentong Pahang Darul Makmur Tel No : 09-2234943	087-022

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
KENANGA INVESTMENT BANK BERHAD A15, A17 & A19, Ground Floor Lorong Tun Ismail 2 Sri Dagangan 2 25000 Kuantan Pahang Darul Makmur Tel No : 09-5171698	073-027	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 76-A, Persiaran Camelia 4 Tanah Rata 39000 Cameron Highlands Pahang Darul Makmur Tel No : 05-4914913	087-041
<b>KELANTAN DARUL NAIM</b>			
RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor No. 3953-H, Jalan Kebun Sultan 15350 Kota Bharu Kelantan Darul Naim Tel No : 09-7430077	087-020	TA SECURITIES HOLDINGS BERHAD 298, Jalan Tok Hakim 15000 Kota Bharu Kelantan Darul Naim Tel No : 09-7432288	058-004
<b>TERENGGANU DARUL IMAN</b>			
ALLIANCE INVESTMENT BANK BERHAD Ground & Mezzanine Floor Wisma Kam Choon 101, Jalan Kampung Tiong 20100 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6317922	076-009	RHB INVESTMENT BANK BERHAD Ground & 1 <sup>st</sup> Floor 9651, Cukai Utama Jalan Kubang Kurus 24000 Kemaman Terengganu Darul Iman Tel No : 09-8583109	087-027
FA SECURITIES SDN BHD No. 51 & 51A Ground, Mezzanine & 1 <sup>st</sup> Floor Jalan Tok Lam 20100 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6238128	021-001	RHB INVESTMENT BANK BERHAD 31A, Ground Floor 31A & 31B, 1 <sup>st</sup> Floor Jalan Sultan Ismail 20200 Kuala Terengganu Terengganu Darul Iman Tel No : 09-6261816	087-055
<b>SARAWAK</b>			
AMINVESTMENT BANK BERHAD No. 164, 166 & 168 1 <sup>st</sup> Floor, Jalan Abell 93100 Kuching Sarawak Tel No : 082-244791	086-005	KENANGA INVESTMENT BANK BERHAD Level 2-4, Wisma Mahmud Jalan Sungai Sarawak 93400 Kuching Sarawak Tel No : 082-338000	073-003
CIMB INVESTMENT BANK BERHAD Level 1, Wisma STA 26 Jalan Datuk Abang Abdul Rahim 93450 Kuching Sarawak Tel No : 082-358606	065-004	KENANGA INVESTMENT BANK BERHAD 11-12, Ground & 1 <sup>st</sup> Floor Lorong Kampung Datu 3 96000 Sibu Sarawak Tel No : 084-313855	073-012

**16. LIST OF ADAs (Cont'd)**

<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>	<b>Name, Address and Telephone Number</b>	<b>ADA Code</b>
CIMB INVESTMENT BANK BERHAD No. 6A, Ground Floor Jalan Bako, Off Brooke Drive 96000 Sibu Sarawak Tel No : 084-367700	065-008	RHB INVESTMENT BANK BERHAD Yung Kong Abell Units No. 1-10, 2 <sup>nd</sup> Floor Lot 365, Section 50 Jalan Abell 93100 Kuching Sarawak Tel : 082- 250888	087-003
AFFIN HWANG INVESTMENT BANK BERHAD Ground Floor & 1 <sup>st</sup> Floor No. 1, Jalan Pending 93450 Kuching Sarawak Tel No : 082-341999	068-005	RHB INVESTMENT BANK BERHAD Lot 170 & 171 Section 49, K.T.L.D Jalan Chan Chin Ann 93100 Kuching Sarawak Tel No : 082-422252	087-008
AFFIN HWANG INVESTMENT BANK BERHAD 282, 1 <sup>st</sup> Floor Park City Commercial Centre Phase 4, Jalan Tun Ahmad Zaidi 97000 Bintulu Sarawak Tel No : 086-330008	068-016	RHB INVESTMENT BANK BERHAD 2 <sup>nd</sup> Floor, Lot 1268 & Lot 1269 Centre Point Commercial Centre Jalan Melayu 98000 Miri Sarawak Tel No : 085-422788	087-012
KENANGA INVESTMENT BANK BERHAD Lot 2465, Jalan Boulevard Utama Boulevard Commercial Centre 98000 Miri Sarawak Tel No : 085-435577	073-002	RHB INVESTMENT BANK BERHAD No. 102, Pusat Pedada Jalan Pedada 96000 Sibu Sarawak Tel No : 084-329100	087-013
RHB INVESTMENT BANK BERHAD Ground Floor & 1 <sup>st</sup> Floor No. 10, Jalan Bersatu 96100 Sarikei Sarawak Tel No : 084-654100	087-050	TA SECURITIES HOLDINGS BERHAD 12G, H & I Jalan Kampong Datu 96000 Sibu Sarawak Tel No : 084-319998	058-002
RHB INVESTMENT BANK BERHAD Ground & 1st Floor No. 221, Park City Commerce Square Phase III, Jalan Tun Ahmad Zaidi 97000 Bintulu Sarawak Tel No : 086-311770	087-053	TA SECURITIES HOLDINGS BERHAD 2 <sup>nd</sup> Floor, Bangunan Binamas Lot 138, Section 54 Jalan Padungan 93100 Kuching Sarawak Tel No : 082-236333	058-006

**16. LIST OF ADAs (Cont'd)**

Name, Address and Telephone Number	ADA Code	Name, Address and Telephone Number	ADA Code
<b>SABAH</b>			
CIMB INVESTMENT BANK BERHAD 1 <sup>st</sup> & 2 <sup>nd</sup> Floor Central Building No.28, Jalan Sagunting 88000 Kota Kinabalu Sabah Tel No : 088-328878	065-005	RHB INVESTMENT BANK BERHAD Lot 14-0, Ground Floor Lorong Lintas Plaza 2 Lintas Plaza, Off Jalan Lintas 88300 Kota Kinabalu Sabah Tel No : 088-258618	087-036
AFFIN HWANG INVESTMENT BANK BERHAD Suite 1-9-E1, CPS Tower Centre Point Sabah No. 1, Jalan Centre Point 88000 Kota Kinabalu, Sabah Tel No : 088-311688	068-008	RHB INVESTMENT BANK BERHAD Ground Floor, Block 2 Lot 4 & Lot 5, Bandar Indah, Mile 4 North Road 91000 Sandakan Sabah Tel No : 089-229286	087-057
KENANGA INVESTMENT BANK BERHAD Level 8, Wisma Great Eastern 68, Jalan Gaya 88000 Kota Kinabalu Sabah Tel No : 088-236188	073-032	UOB KAY HIAN SECURITIES (M) SDN BHD 11, Equity House, Block K Sadong Jaya, Karamunsing 88100 Kota Kinabalu Sabah Tel No : 088-234090	078-011
RHB INVESTMENT BANK BERHAD 5 <sup>th</sup> Floor, Wisma BSN Sabah Jalan Kemajuan, Karamunsing 88000 Kota Kinabalu Sabah Tel No : 088-269788	087-010		

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD**

Details of major licences and permits held by our Group as at the LPD are as follows:-

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
1.	E.A. Technique	PETRONAS	256516-W	<p>License to supply product/ services to exploration and oil/gas companies in Malaysia pursuant to Section 7, Petroleum Development Act 1974 for the following categories:-</p> <p>SF2010000 - Floating &amp; mobile offshore facilities – floating offshore facilities</p> <p>SM3010301 - Marine transportation service- Marine vessels – fast crew boat / supply crew boats – fast crew boat / supply crew boat –20 knots and below</p>	13.04.2012 / 12.04.2015	<p>(i) Company is required to register, obtain a license, permit or authorization from the relevant authority to carry out the services or supply of product or material used in company's operation and activities;</p> <p>(ii) This license is not transferable to any company / other party;</p> <p>(iii) This license will be revoked if the company is found to be in process of liquidation, winding-up or dissolution;</p> <p>(iv) Company shall inform PETRONAS on any changes related to company's position such as equity ownership, board of directors and management staff within fourteen (14) days. Failure to do so can result in revoke of license;</p> <p>(v) Company should take immediate action to adhere to the special conditions imposed as appendix of the PETRONAS license certificate and to inform PETRONAS on the progress of this action;</p> <p>(vi) Company is not allowed to take another company as principal, agent, sub-contractor or otherwise to provide any service or supply of any facility, fittings or equipment on its behalf without prior written consent from PETRONAS;</p> <p>(vii) Company shall allow PETRONAS representatives for inspection visit / site / company audit and review / copy of documents and interviewing employees and related parties;</p>	Complied

## ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
				SM3010302 - Marine transportation service - Marine vessels - fast crew boat / supply crew boats - fast crew boat / supply crew boat - above 20 knots		(viii) This license must be shown to PETRONAS's officers when it is required for inspection;	
				SM3010400 - Marine transportation service - Marine vessels - safety standby / general purpose / utility vessel		(ix) This license is only valid for services and supply of products as stated in the appendix of the PETRONAS license certificate;	
				SM3011000 - Marine transportation service - Marine vessels - tug vessel		(x) This Company can be penalised if in PETRONAS' opinion, it has conducted one or more of the following:	
						(a) Failed to execute the award job until completion.	
						(b) Failed to perform a contractual obligation or any other obligation under the law to partners, principals, agents, sub-contractors and others.	
						(c) Received garnishee order.	
						(d) Facing bankruptcy action.	
						(e) Cannot be traced through the last address.	
						(f) Sub-contract work to another contractor without written permission from PETRONAS.	
						(g) Reject any contract or tender awarded.	
						(h) Entering or accepting contract or tender during the license suspension period.	
						(i) Provide false, inaccurate or misleading information.	
						(j) Does not follow tender's regulations and ethics including but not only limited to sending poison-pen letters, bribing or lobbying.	
						(k) Engaged in any inappropriate activities with this license.	
				SM3012105 - Marine transportation service - Petroleum product tanker			



## ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
						<p>(xi) According to Act 9, Petroleum Acts 1974, a person who initiate or continue any business or continue providing services as mentioned in Act 3 without license or do not comply with any condition of the license is committing a crime and can be fined not exceeding RM50,000 or imprisonment for a period not more than two (2) years or both and in respect of each continuous crime, it is subject to further fine of RM1,000 for every one (1) day or any part of one (1) day which the offense continues after the first conviction is recorded;</p> <p>(xii) This approval is not an agreement/guarantee that your company will be called to participate in a tender or quotation of PETRONAS or its subsidiaries;</p> <p>(xiii) This license may be revoked, suspended or blacklisted at any time if any of the above conditions, general conditions of PETRONAS license and registration and any other conditions set in PETRONAS license and Registration General Guidelines are not fulfilled.</p>	
2.	Johor Shipyard	MITI	A 019671	Manufacturing licence for "Shipbuilding, Ship repairing and Metal Fabrication" at Lot PT8436-A, Mukim Hutan Melintang, 36400, Daerah Hilir Perak, Perak Darul Ridzuan	05.05.2014 None	<p>/ To notify the MITI and the Malaysian Investment Development Authority (MIDA) on any sale of shares of the Johor Shipyard</p> <p>The Johor Shipyard must provide training to Malaysians to ensure technology and expertise can be delivered to all level of designation.</p> <p>Johor Shipyard shall implement projects approved and in accordance with law and other regulations enacted in Malaysia.</p>	Complied

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)**

<b>No.</b>	<b>Licensee / Contractor</b>	<b>Approving authority</b>	<b>Permit / License / Registration number</b>	<b>Description of licenses</b>	<b>Date of grant or renewal / Expiry date</b>	<b>Salient conditions</b>	<b>Status of compliance</b>
3.	Princess Sofea (M.T. Nautica Kluang)	Domestic Shipping Licensing Board	DSL 3159/2014	Domestic Shipping License	03.09.2014 / 02.09.2015	The owner needs to increase the intake of citizen ratings of at least 75%. <sup>(2)</sup>	Complied
4.	Princess Sofea (M.T. Nautica Kluang)	Bureau Veritas	06898A	Certificate of class	17.07.2013 / 30.11.2017	Please refer to Note 1	Complied
5.	M.T. Nautica Johor Bahru	Domestic Shipping Licensing Board	DSL 1021/2014	Domestic Shipping License	13.04.2014 / 12.04.2016	-	-
6.	M.T. Nautica Johor Bahru	Bureau Veritas	09657Y	Certificate of classification	12.07.2013 / 24.02.2018	Please refer to Note 1	Complied
7.	M.T. Nautica Batu Pahat	Domestic Shipping Licensing Board	DSL 3038/2013	Domestic Shipping License	30.07.2013 / 29.07.2015	-	-
8.	M.T. Nautica Batu Pahat	Bureau Veritas	16420A	Certificate of classification	25.05.2010 / 18.03.2015	Please refer to Note 1	Complied
9.	M.T. Nautica Kota Tinggi	Domestic Shipping Licensing Board	DSL 4761/2013	Domestic Shipping License	08.10.2013 / 07.10.2015	-	-
10.	M.T. Nautica Kota Tinggi	Bureau Veritas	16421B	Certificate of classification	27.07.2010 / 26.07.2015	Please refer to Note 1	Complied

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)**

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
11.	M.T. Nautica Maharani	Domestic Shipping Licensing Board	DSL 3092/2014	Domestic Shipping License	30.07.2014 / 29.07.2015	-	-
12.	M.T. Nautica Maharani	Bureau Veritas	15922J	Certificate of classification	26.05.2011 / 25.05.2016	Please refer to Note 1	Complied
13.	M.T. Nautica Muar	Domestic Shipping Licensing Board	DSL 3490/2014	Domestic Shipping License	19.08.2014 / 18.08.2015	(i) The owner required to have insurance coverage for wreck removal	Complied
14.	M.T. Nautica Muar	Bureau Veritas	12282C	Certificate of classification	04.08.2013 / 04.08.2018	Please refer to Note 1	Complied
15.	M.V. Nautica Tg. Puteri I	Domestic Shipping Licensing Board	DSL 4904/2013	Domestic Shipping License	09.11.2013 / 08.11.2015	-	-
16.	M.V. Nautica Tg. Puteri I	Bureau Veritas	07098S	Certificate of classification	06.10.2012 / 22.07.2015	Please refer to Note 1	Complied
17.	M.V. Nautica Tg. Puteri II	Domestic Shipping Licensing Board	DSL 4586/2014	Domestic Shipping License	09.11.2014 / 08.11.2015	-	-
18.	M.V. Nautica Tg. Puteri II	Bureau Veritas	07099T	Certificate of classification	06.10.2012 / 22.07.2015	Please refer to Note 1	Complied
19.	M.V. Nautica Tg. Puteri IV	Domestic Shipping Licensing Board	DSL 0287/2014	Domestic Shipping License	28.01.2014 / 27.01.2015	The owner needs to increase the intake of citizen ratings of at least 75%. <sup>(2)</sup>	Complied

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)**

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
20.	M.V. Nautica Tg. Puteri IV	Bureau Veritas	08286J	Certificate of class	16.01.2013 / 18.01.2016	Please refer to Note 1	Complied
21.	M.V. Nautica Tg. Puteri V	Domestic Shipping Licensing Board	DSL 4025/2014	Domestic Shipping License	18.10.2014 / 17.10.2015	The owner needs to increase the intake of citizen ratings of at least 75%. <sup>(2)</sup>	Complied
22.	M.V. Nautica Tg. Puteri V	Bureau Veritas	08137W	Certificate of class	27.01.2011 / 11.12.2015	Please refer to Note 1	Complied
23.	M.V. Nautica Tg. Puteri VII	Had Perlabuhan Sungai Udang	LC MMI2014/32264	Boat License	02.09.2014 / 01.09.2015	-	Complied
24.	M.V. Nautica Tg. Puteri VIII	Had Perlabuhan Sungai Udang	LC MMI2014/32265	Boat License	02.09.2014 / 01.09.2015	-	Complied
25.	M.V. Nautica Tg. Puteri IX	KERTEH - Kemaman Sahaja	LC TKH2014/31796	Boat License	21.07.2014 / 20.07.2015	-	Complied
26.	M.V. Nautica Tg. Puteri X	KERTEH - Kemaman Sahaja	LC TKH2014/31118	Boat License	29.05.2014 / 27.05.2015	-	Complied
27.	M.V. Nautica Tg. Puteri XI	Domestic Shipping Licensing Board	DSL 3540/2014	Domestic Shipping License	04.09.2014 / 03.09.2016	-	-

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)**

<b>No.</b>	<b>Licensee / Contractor</b>	<b>Approving authority</b>	<b>Permit / License / Registration number</b>	<b>Description of licenses</b>	<b>Date of grant or renewal / Expiry date</b>	<b>Salient conditions</b>	<b>Status of compliance</b>
28.	M.V. Nautica Tg. Puteri XI	Bureau Veritas	20036F	Certificate of class	12.05.2012 / 11.05.2017	Please refer to Note 1	Complied
29.	M.V. Nautica Tg. Puteri XII	Domestic Shipping Licensing Board	DSL 4027/2014	Domestic Shipping License	10.10.2014 / 09.10.2016	-	-
30.	M.V. Nautica Tg. Puteri XII	Bureau Veritas	20037G	Certificate of class	17.06.2012 / 16.06.2017	Please refer to Note 1	Complied
31.	M.V. Nautica Tg. Puteri XV	Domestic Shipping Licensing Board	DSL 3028/2014	Domestic Shipping License	31.10.2014 / 30.10.2016	-	-
32.	M.V. Nautica Tg. Puteri XV	Bureau Veritas	19839R	Certificate of class	24.07.2012 / 24.07.2017	Please refer to Note 1	Complied
33.	M.V. Nautica Tg. Puteri XVI	Domestic Shipping Licensing Board	DSL 0381/2013	Domestic Shipping License	25.01.2013 / 24.01.2015	-	-
34.	M.V. Nautica Tg. Puteri XVI	Bureau Veritas	19840S	Certificate of class	10.01.2013 / 09.01.2018	Please refer to Note 1	Complied
35.	M.V. Nautica Tg. Puteri XVII	Domestic Shipping Licensing Board	DSL 4587/2013	Domestic Shipping License	26.09.2013 / 25.09.2015	-	-
36.	M.V. Nautica Tg. Puteri XVII	Bureau Veritas	16745D	Certificate of class	23.07.2013 / 12.04.2018	Please refer to Note 1	Complied

**ANNEXURE A: LIST OF MAJOR LICENCES AND PERMITS HELD BY OUR GROUP AS AT THE LPD (Cont'd)**

No.	Licensee / Contractor	Approving authority	Permit / License / Registration number	Description of licenses	Date of grant or renewal / Expiry date	Salient conditions	Status of compliance
37.	M.V. Nautica Tg. Puteri XVIII	Sungai Udang, Melaka	LC MMI2014/30508	Boat License	17.04.2014 / 15.04.2015	-	-
38.	M.V. Nautica Tg. Puteri XIX	Domestic Shipping Licensing Board	DSL 3105/2014	Domestic Shipping License	04.08.2014 / 03.08.2016	-	-
39.	M.V. Nautica Tg. Puteri XIX	Bureau Veritas	23998M	Certificate of class	19.12.2013 / 18.12.2018	Please refer to Note 1	Complied
40.	M.V. Nautica Tg. Puteri XX	Domestic Shipping Licensing Board	DSL 3106/2014	Domestic Shipping License	04.08.2014 / 03.08.2016	-	-
41.	M.V. Nautica Tg. Puteri XX	Bureau Veritas	23999N	Certificate of class	27.12.2013 / 26.12.2018	Please refer to Note 1	Complied

**Notes:-**

(1) Certificate of Classification / Certificate of class

Subject to continued compliance with Bureau Veritas' rules and regulations.

(2) As Domestic Shipping Licensing Board is a Malaysian authority, 75% of crew complement of the vessel must be of Malaysian citizenship.