1. Basis of Preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 July 2016.

The accounting policies and methods of computation adopted by the Group are consistent with those adopted in the audited financial statements for the year ended 31 July 2016, except for the adoption of the following amended Financial Reporting Standards (FRSs) mandatory for annual financial periods beginning on or after 1 January 2016:

Amendments to FRS 10, FRS 12 and FRS 128	Investment Entities: Applying the Consolidation Exception
Amendments to FRS 11	Joint Arrangements: Accounting for Acquisitions of Interests in Joint Operations
FRS 14	Regulatory Deferral Accounts
Amendments to FRS 101	Disclosure Initiative
Amendments to FRS 116 and FRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation
Amendments to FRS 127	Equity Method in Separate Financial Statements
Amendments to FRSs	Annual Improvements to FRSs 2012 – 2014 Cycle

The adoption of the amended standards did not have any material effect on the financial performance or position of the Group except for:

<u>Amendments to FRS 116 and FRS 138:Clarification of Acceptable Methods of Depreciation and Amortisation</u>

The amendments clarify that revenue reflects a pattern of economic benefits that are generated from operating a business rather than the economic benefits that are consumed through the use of an asset. As a result, a revenue-based method cannot be used to depreciate property, plant and equipment and may only be used in very limited circumstances to amortise intangible assets.

The amendments are effective prospectively for annual periods beginning on or after 1 January 2016, with early adoption permitted. The Group has adopted the Amendments to FRS 116 and FRS 138 and amortises its expressway development expenditure (EDE) using the traffic volume method for financial year ending 31 July 2017.

The Group amortises the EDE based on the following formula:

$$\frac{\text{Current Year Actual Traffic Volume}}{\text{Current Year Actual Traffic Volume plus Projected Traffic Volume for the remaining concession period}} \times \text{Opening Net Carrying Amount of EDE Plus Current Year Additions}$$

Prior to this, the Group used the revenue method for amortisation of EDE. The adoption of traffic volume method does not have significant impact to the financial statements.

1. Basis of Preparation (cont'd)

Malaysian Financial Reporting Standards (MFRS Framework)

On 19 November 2011, the Malaysian Accounting Standards Board ("MASB") issued a new MASB approved accounting framework, the Malaysian Financial Reporting Standards ("MFRS Framework"). This is in line with the need for convergence with International Financial Reporting Standards ("IFRS") in 2012.

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

Transitioning Entities will be allowed to defer adoption of the new MFRS Framework for six years and adoption of the MFRS Framework by Transitioning Entities will be mandatory for annual periods beginning on or after 1 January 2018.

The Company falls within the scope definition of Transitioning Entities and accordingly, the Group and the Company will be required to prepare financial statements using the MFRS Framework in its first MFRS financial statements for the year ending 31 July 2019. In presenting its first MFRS financial statements, the Group and the Company will be required to restate the comparative financial statements to amounts reflecting the application of MFRS Framework. The majority of the adjustments required on transition will be made, retrospectively, against opening retained profits.

2. Audit Report of Preceding Annual Financial Statements

The audit report of the Group's annual financial statements for the year ended 31 July 2016 was not subject to any qualification.

3. Seasonal or Cyclical Factors

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

4. Unusual Items

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

5. Changes in Estimates

There were no changes in estimates of amounts reported previously that have any material effect in the current quarter under review.

6. Changes in Debt and Equity Securities

There were no cancellations, repurchases, resale of equity securities for the financial period to date, except for the issuance of 12,238,000 and 510,614 new ordinary shares of RM1 each, pursuant to the exercise of the Employees' Share Option Scheme and the conversion of warrants respectively.

7. Segmental Analysis

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter-segment Elimination	Total
9 months period ended 30 April 2017	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE					
Revenue as reported	952,649	885,873	359,725	-	2,198,247
Share of joint venture companies' revenue	1,578,791	243,512	12,607	-	1,834,910
	2,531,440	1,129,385	372,332	-	4,033,157
Inter-segment sales	111,528	-	-	(111,528)	-
Total revenue	2,642,968	1,129,385	372,332	(111,528)	4,033,157
RESULTS					
Profit from operations	152,217	107,689	212,306	-	472,212
Finance costs	(9,256)	(30,135)	(47,449)	-	(86,840)
Share of profits of associated companies	2,022	2,139	161,064	-	165,225
Share of profits of joint ventures	51,584	47,668	(4,297)	-	94,955
Profit before taxation	196,567	127,361	321,624	-	645,552
Percentage of segment results	30%	20%	50%		
Taxation					(112,875)
Profit for the period					532,677

	Engineering and Construction	Property Development and Club Operations	Water and Expressway Concessions	Inter-segment Elimination	Total
9 months period ended 30 April 2016					
REVENUE					
Revenue as reported	671,275	504,080	332,158	-	1,507,513
Share of joint venture companies' revenue	1,310,294	263,759	15,303	-	1,589,356
	1,981,569	767,839	347,461	-	3,096,869
inter-segment sales	9,908	-	-	(9,908)	-
Total revenue	1,991,477	767,839	347,461	(9,908)	3,096,869
RESULTS					
Profit from operations	75,634	49,384	200,363	-	325,381
Finance costs	(15,119)	(27,763)	(46,171)	-	(89,053)
Share of profits of associated companies	-	1,271	160,057	-	161,328
Share of profits of joint ventures	58,721	115,554	(1,401)	-	172,874
Profit before taxation	119,236	138,446	312,848	-	570,530
Percentage of segment results	21%	24%	55%		
Taxation					(62,504)
Profit for the period					508,026

8. Valuation of Property, Plant and Equipment

The valuation of land and buildings has been brought forward without amendment from the previous audited financial statements.

9. Material Events Subsequent to Balance Sheet Date

There were no material events subsequent to the end of the quarter under review.

10. Changes in Composition of the Group

There were no material changes in the composition of the Group for the period ended 30 April 2017 except for the following:-

On 18 August 2016, the Company subscribed for 65% equity interest representing 64,999 ordinary shares of RM1.00 each in Gamuda Naim Engineering and Construction (GNEC) Sdn. Bhd. (formerly known as General Mission Sdn. Bhd.) ("GNEC") for a total cash consideration of RM64,999 only ("Subscription of Shares"). With the Subscription of Shares, GNEC became a 65% owned subsidiary of the Company. GNEC's intended principal activity is to undertake construction works in East Malaysia.

11. Dividends

The Board of Directors declares a second interim dividend in respect of financial year ending 31 July 2017 as follows:

i. A single tier second interim dividend of 6.00 sen per ordinary share;

ii. A single tier second interim dividend of 6.00 sen per ordinary share was declared in previous corresponding period;

iii. The payment date of the second interim dividend is on 28 July 2017;

iv. In respect of deposited securities, entitlement to dividends to be determined on the basis of the record of depositors as at 14 July 2017.

The total dividend for the current financial period is single tier dividend of 12.00 sen per ordinary share.

For the preceding year's corresponding period, the total single tier dividend of 12.00 sen per ordinary share was declared.

12. Dividends Paid

	9 months ended 30 April	
	2017	2016
	RM'000	RM'000
First Interim Dividends		
First interim dividend comprising single tier dividend of 6.00 sen per ordinary share for the year ending 31 July 2017 was paid on 25 January 2017	145,461	-
(First interim dividend comprising single tier dividend of 6.00 sen per ordinary share for the year ended 31 July 2016 was paid on 29 January 2016)	-	144,354
	145,461	144,354

13. Review of Performance

Overall Performance
The Group's revenue (including share of joint venture companies' revenue) and profit before taxation for the current quarter and current year to date can be analysed as follows:

Current Quarter
The Group recorded revenue (including share of joint venture companies' revenue) and profit before taxation of RM1,621 million and RM221 million respectively as compared to RM915 million and RM186 million respectively in the preceding year comparative quarter.

The increase in revenue and profit before tax mainly resulted from the higher work progress of the underground and elevated works of the KVMRT – Line 2.

Current Year to date
The Group recorded revenue (including share of joint venture companies' revenue) and profit before taxation of RM4,033 million and RM646 million respectively as compared to RM3,097 million and RM571 million respectively in the preceding year corresponding period.

The increase in revenue and profit before tax mainly resulted from the higher work progress of the underground and elevated works of the KVMRT – Line 2.

The performances of the respective divisions of the Group for the current year to date are as follows:

(a) CONSTRUCTION DIVISION
The increase in revenue (including share of joint venture companies' revenue) and profit before tax mainly resulted from the higher work progress of the underground and elevated works of the KVMRT – Line 2.

(b) PROPERTY DIVISION
The increase in revenue is attributed to better property sales for Celadon City and Gamuda City in Vietnam.

The decrease in profit before tax resulted from the softening of the property market in Malaysia.

(c) WATER AND EXPRESSWAY CONCESSIONS DIVISION
The increase in revenue and profit before tax mainly resulted from the toll-rate hikes of certain expressways.

14. Comparison with immediate Preceding Quarter's Results

The Group's profit before taxation of RM221 million for the current quarter was slightly higher than the immediate preceding quarter's profit before taxation of RM219 million.

15. Current Year Prospects

Overall Prospects

The Group anticipates a good performance this year from the steady earnings of expressway concessions division and the ramping up of works for KVMRT Line 2. The property division's performance is expected to be stronger in the next few quarters due to the launches of several new projects in Malaysia and overseas.

The status of projects and prospects for the respective divisions of the Group are as follows:

(a) CONSTRUCTION DIVISION

(i) Klang Valley Mass Rapid Transit: Sungai Buloh – Kajang Line ("MRT Line 1")

Project Delivery Partner ("PDP Line 1"):

Through MMC Gamuda KVMRT (PDP) Sdn Bhd, our role as PDP is to deliver to the owner, Mass Rapid Transit Corporation Sdn Bhd ("MRT Corp"), a fully operational railway system within the agreed target cost and completion date.

Revenue services continues for Phase 1. System reliability and train service performance are consistently improving due to continual system improvements as well as operator's experience and familiarity with the system. Phase 1 was completed two weeks ahead of schedule on 15 December 2016 and Phase 2 will be operational towards end July 2017, with no significant cost overruns so far.

Phase 2 System Integration Tests was completed on schedule by 30 April 2017. This was followed by Trial Operations by Rapid Rail which commenced on 1 May 2017.

Underground Works Package ("UGW Line 1"):

The underground works package is substantially completed and handed over to MRT Corp for the system integration test and trial running of trains.

External finishes and reinstatement works to surface station entrances, shafts and portals are in their finishing stages.

(ii) Klang Valley Mass Rapid Transit: Sungai Buloh – Serdang – Putrajaya Line ("MRT Line 2")

Project Delivery Partner (PDP Line 2):

MMC Corporation Berhad – Gamuda Berhad Joint Venture is the Project Delivery Partner for the implementation of the MRT Line 2. Overall cumulative progress at the end of May 2017 is 7.5% complete.

Utilities relocation, earthworks, piling, pilecap & pier construction is progressing for packages V201 (Sungai Buloh to Persiaran Dagang), V202 (Persiaran Dagang to Jinjang), V203 (Jinjang to Jalan Ipoh North Portal), V208 (Taman Pinggiran Putra to Persiaran Alpinia) and V210 (Persiaran APEC to Putrajaya Sentral). Earthworks are proceeding in the Serdang Depot. Advance works packages are in progress for the Sg. Besi Police Quarters, the Maju Development area, JKR Workshop and TUDM Museum.

Thirty one works packages have been awarded; comprising eight advance works packages, ten viaduct packages, one underground works package, seven systems works packages, two designated supplier works packages, one depot works package and two station works packages.

15. Current Year Prospects (cont'd)

(a) CONSTRUCTION DIVISION (CONT'D)

(ii) Klang Valley Mass Rapid Transit: Sungai Buloh – Serdang – Putrajaya Line ("MRT Line 2") (cont'd)

Project Delivery Partner (PDP Line 2): (cont'd)

Systems design is progressing with the achievement of their Concept Design stage gates and the train mock-up is in progress.

Underground Works Package ("UGW Line 2"):

Construction works are well advanced at all sites. The construction of diaphragm wall and secant bored piles for the retaining wall system at Sentul West Station, Titiwangsa Station, Ampang Park Station, Conlay, and Chan Sow Lin are progressing well. Excavation works at Bandar Malaysia North Station is also in progress. Other preparatory works including of soil investigation, ground treatment and utilities relocation works are on-going.

Six out of the twelve Tunnel Boring Machines (TBM) are ready to be deployed, and Factory Acceptance Test for the remaining TBMs are scheduled from July 17 onwards. Production of tunnel precast segments is ongoing. Preparation of the supporting facilities for the tunnel drives are now underway.

(iii) Penang Transport Master Plan

On 14 August 2015, the Company's 60%-owned SRS Consortium received a Letter of Award ('LOA') from the Penang State Government appointing SRS Consortium as the Project Delivery Partner for the implementation of the Penang Transport Master Plan (PTMP).

The major components of Phase 1 of the Project are :

(a) The Light Rail Transit (LRT) from George Town to Bayan Lepas (Penang International Airport);
(b) The Pan Island Link (PIL) highway; and
(c) Reclamation Works (Penang South Reclamation).

The Penang State Government has extended the validity of the LOA by another 6 months to 31 August 2017 due to the additional social and economic studies requested by the Federal Department of Environmental (DOE) and National Physical Planning Council (MPFN) on the South Reclamation Project.

The Railway Scheme for the LRT has been submitted to Suruhanjaya Pengangkutan Awam Darat (SPAD) on 29 March 2016 for their review and approval. Technical working meetings between the Penang State Govt and SPAD are ongoing as part of the approval process. SPAD will also be integrating the LRT review process into their Land Public Transport Master Plan study for the Northern Region, which is currently ongoing and is expected to complete by 1st Quarter 2018. Environmental Impact Assessment (EIA) Report for the LRT has been submitted to the Department of Environment (DOE) for their review and approval on 31 May 2017. Subsequently, the Report will be on public display for one month.

The Environmental Impact Assessment (EIA) Report for Penang South Reclamation was submitted to DOE on 28 Apr 2017 and is currently on display to the public from 24 May 2017 to 23 June 2017. Preparation for Resubmission of Penang South Reclamation to MPFN is currently on-going and targeted for Aug 2017.

15. Current Year Prospects (cont'd)

(a) CONSTRUCTION DIVISION (CONT'D)

(iv) Pan Borneo Highway, Sarawak – WPC04 (Pantu Junction to Btg Skrang)

Naim Engineering Sdn Bhd – Gamuda Berhad JV accepted the award of the WPC04 (Pantu Junction to Btg Skrang) for the Pan Borneo Sarawak project on 25 July 2016.

The works include the construction and completion of the widening and upgrading of the existing 89.30 KM long 2-lane single carriageway road from Pantu Junction to Batang Skrang to a 4-lane dual carriageway to JKR R5 standard.

Overall cumulative progress at the end of May 2017 was 4.6% completion.

The construction works for the Bukit Begunan section; which includes earthworks, ground treatment works, slope protection, surface drainage, and piling for bridges and culverts are well underway. Utilities relocation works for overhead electrical cables and telecommunication cables are in progress.

The site possession for the Sri Aman Section was obtained on 1 March 2017. Site clearing, survey works and earthworks have commenced and are well underway.

(b) PROPERTY DIVISION

The division sold RM1.42 billion worth of properties in the first three quarters of this year, more than double that of the RM 575 million sales registered in the corresponding quarters of last year. The better performance is due to the sales pick up in overseas projects especially Vietnam and improved sales from local projects such as Horizon Hills, Jade Hills, The Robertson and Bukit Bantayan Residences. Property sales is expected to be stronger in the coming quarters on the back of several new project launches in Malaysia and overseas.

(i) Malaysia

On-going projects are:
- Kundang Estates in North Sungai Buloh
- HighPark Suites in Petaling Jaya
- The Robertson in Kuala Lumpur
- Bukit Bantayan Residences in Kota Kinabalu
- Madge Mansions in Kuala Lumpur
- Jade Hills in Kajang
- Horizon Hills in Iskandar Johor Region

Local projects contributed half of the division's sales. Established projects at Horizon Hills, Jade Hills and The Robertson continued to receive strong demand. Meanwhile, sales from HighPark Suites, Bukit Bantayan Residences and Kundang Estates picked up pace.

Just 5 km away from Kundang Estates is Gamuda Gardens, an 810-acre integrated township, strategically located in the northern end of Kuala Lumpur and sits at the confluence of the Guthrie, LATAR and North-South expressways. With a GDV of RM10 billion, it is now scheduled to be launched in July 2017.

15. Current Year Prospects (cont'd)

(b) PROPERTY DIVISION (CONT'D)

(i) Malaysia (cont'd)

twentyfive.7, a 257-acre mixed development with a GDV of RM3.8 billion featuring a vibrant quayside living located in the mature township of Kota Kemuning is slated to be launched in September 2017. The waterfront commercial hub called Quayside is garnering good response from retailers and has begun enlisting several key tenants.

Development approvals for Gamuda Cove, 1,530-acre development located opposite the Cyberjaya/Putrajaya interchange along Expressway Lingkaran Tengah (ELITE Highway) are currently ongoing.

(ii) Overseas

Overseas projects from Vietnam, Singapore and Australia contributed half of the division's sales. Celadon City in Ho Chi Minh and Gamuda City in Hanoi continue to be the biggest contributors to overseas sales on the back of strong property demand and improved economic outlook in Vietnam.

Both high-rise condominiums, GEM Residences in Singapore and 661 Chapel Street in Melbourne Australia are also registering encouraging sales.

The remaining GDV of existing and new projects:

Projects	Balance Acreage	GDV (RM mil)
Existing	**620**	**7,283**
• Horizon Hills		
• Jade Hills		
• HighPark Suites		
• The Robertson		
• Others		
New	**2,695**	**34,421**
• Kundang Estates and Gamuda Gardens		
• twentyfive.7 in Kota Kemuning		
• Gamuda Cove		
Overseas	**460**	**12,959**
• Vietnam - Gamuda City and Celadon City		
• Melbourne - 661 Chapel Street		
• Singapore - GEM Residences		
Total	**3,774**	**54,663**

15. Current Year Prospects (cont'd)

(c) WATER AND EXPRESSWAY CONCESSIONS DIVISION

(i) Expressway

Traffic volumes of the division's various expressways have been stable and resilient.

(ii) Water

Negotiations with the Selangor State Government are still ongoing with regards to the State's effort to consolidate the various entities involved in the treatment, supply and distribution of water in the state of Selangor, including the acquisition of the water assets and operations of Syarikat Pengeluar Air Sungai Selangor Sdn Bhd ('Splash') – the concession holder of the Sungai Selangor Water Supply Scheme Phase 1 and 3.

The Selangor State Government and the Federal Government are currently finalising certain matters amongst themselves in order to complete the take over. They have mutually agreed to extend the deadline for completion of the take over to Oct 2017.

16. Variance from Profit Forecast and Profit Guarantee

This is not applicable to the Group.

17. Taxation

	3 months ended 30 April		9 months ended 30 April	
	2017	2016	2017	2016
The taxation is derived as below:	RM'000	RM'000	RM'000	RM'000
Malaysian & foreign income tax	42,833	20,652	112,875	62,504

The Group's effective tax rate (excluding the results of joint ventures and associates which is equity accounted net of tax) for the current period is higher than the statutory tax rate primarily due to certain expenses not being deductible for tax purposes.

18. Group Borrowings and Debt Securities

The details of the Group's borrowings as at the end of the period are as follows:

	Foreign Currency '000	As at 30-Apr-17 RM Equivalent '000
Long Term Borrowings		
Medium Term Notes (Gamuda)		1,400,000
Medium Term Notes (Kesas)		645,000
Medium Term Notes (Gamuda Gardens)		500,000
Term Loan		
-denominated in Ringgit Malaysia (Gamuda)		818,240
-denominated in Ringgit Malaysia (twentyfive.7)		297,413
-denominated in Ringgit Malaysia (Jade Hills)		75,948
-denominated in Vietnamese Dong (Gamuda City)	1,237,500,000	236,855
-denominated in Vietnamese Dong (Celadon City)	1,861,400,000	356,272
-denominated in Australian Dollar (Chapel Street)	30,000	97,326
-denominated in Singapore Dollar (GEMS Residence)	60,000	186,528
		4,613,582
Short Term Borrowings		
Medium Term Notes (Gamuda)		400,000
Commercial Paper (Gamuda)		50,000
Revolving Credits		
-denominated in US Dollar (Gamuda City)	26,460	117,153
-denominated in Singapore Dollar (GEMS Residence)	10,000	31,088
-denominated in Ringgit Malaysia (Pan Borneo)		83,000
		681,241
		5,294,823

19. Changes in Contingent Liabilities or Contingent Assets

There is no significant contingent liabilities or contingent assets.

20. Provision of Financial Assistance

Pursuant to paragraph 8.23(1)(ii) of Bursa Malaysia Securities Berhad's Listing Requirements, the financial assistance provided by Gamuda Berhad ("Gamuda") is as follows:

1. MMC Corporation Berhad ("MMC") and Gamuda Berhad Joint Venture was awarded the underground works package of the MRT Line 1 and MRT Line 2. MMC and Gamuda established a special purpose vehicle ("SPV") known as MMC Gamuda KVMRT (T) Sdn Bhd to undertake the works package. The SPV is equally owned by MMC and Gamuda. As the works package is undertaken by a SPV, MMC and Gamuda issued Parent Company Guarantees to guarantee the due performance and obligations of the SPV.

2. MMC Corporation Berhad ("MMC") and Gamuda Berhad Joint Venture was appointed as the Project Delivery Partner ("PDP") for the MRT Line 2. MMC and Gamuda established a special purpose vehicle ("SPV 2") known as MMC Gamuda KVMRT (PDP SSP) Sdn Bhd to be the PDP. The SPV 2 is equally owned by MMC and Gamuda. As the work is undertaken by a SPV, MMC and Gamuda issued Parent Company Guarantees to guarantee the due performance and obligations of the SPV 2.

The Parent Company Guarantees for the above contracts mentioned above have not been called because the SPVs are performing and meeting their obligations in compliance with the terms of the contracts.

21. Capital Commitments

The amount for capital commitments not provided for in the interim financial statements as at 30 April 2017 are as follows:

	RM'000
Approved and contracted for :-	
Plant & equipment	89,973
Others	5,123
	95,097

22. Realised and Unrealised Profit or Losses

The breakdown of the retained profit of the Group into realised and unrealised profits or losses are as follows:

	Note	As at 30-Apr-17	As at 31-Jan-17
		RM'000	RM'000
Total retained profits of the Company and its subsidiaries			
- Realised		2,758,722	2,171,537
- Unrealised	1	(350,328)	(41,898)
		2,408,394	2,129,639
Total share of retained profits from joint arrangements			
- Realised		849,301	823,228
- Unrealised	1	(38,141)	(40,663)
		811,160	782,565
Total share of retained profits from associated companies			
- Realised		1,684,053	1,735,608
- Unrealised	1	(291,003)	(295,370)
		1,393,050	1,440,238
Less : Consolidated adjustments	2	(1,041,614)	(952,384)
Total Group retained profits		3,570,990	3,400,058

The breakdown of retained profit of the Group into realised and unrealised profits or losses are as follows:

Note 1 Unrealised profits/losses are mainly deferred tax provision and translation gains or losses of monetary items denominated in a currency other than the functional currency.

Note 2 Consolidation adjustments are mainly elimination of pre-acquisition profits or losses, minorities share of retained profits or accumulated losses and other adjustments arising from the business combination.

23. Material Litigations

On 27 June 2016, Gamuda Berhad announced that its jointly controlled entity, MMC Gamuda KVMRT (PDP) Sdn Bhd ("PDP") has, on 24 June 2016, been served with a writ and statement of claim filed by Accolade Land Sdn Bhd ("Accolade") against Mass Rapid Transit Corporation Sdn Bhd ("MRT Corp"), PDP and other parties.

The suit is premised on an alleged breach of an alleged contract between Accolade and MRT Corp relating to the acquisition of land belonging to Accolade by MRT Corp for the Klang Valley Mass Rapid Transit project.

Accolade is claiming, jointly and severally against the defendants, damages in the sum of RM303,534,216.00, with interest and costs.

On 4 August 2016, the PDP filed an application to strike out the Accolade's Writ and Statement of Claim on the premise that it discloses no reasonable cause of action, is scandalous, frivolous and vexatious and amounts to an abuse of process ("PDP's 1st Striking Out Application"). On 15 September 2016, the PDP filed an application to strike out parts of Accolade's Amended Reply to the PDP's Defence on the premise that they are scandalous, frivolous and vexatious and amounts to an abuse of process ("PDP's 2nd Striking Out Application"). The PDP's 1st Striking out Application and 2nd Striking Out Application were heard before the Judge on 23 November 2016 and 28 February 2017. On 20 April 2017 the Judge allowed the PDP's 1st Striking Out Application. As a result of the Judge's decision the PDP's 2nd Striking Out Application was struck out as the same has become academic. On 16 May 2017 Accolade has filed a Notice of Appeal against the decision of the Judge.

24. Earnings Per Share

	Current Quarter 30-Apr-17	Current Year To Date 30-Apr-17
Basic		
Net profit attributable to shareholders (RM'000)	170,932	499,340
Number of ordinary shares in issue as at 1 Aug 2016 ('000)	2,418,993	2,418,993
Effect of shares issued during the period ('000)	9,188	5,505
Weighted average number of ordinary shares in issue ('000)	2,428,181	2,424,498
Basic earnings per ordinary share (sen)	7.04	20.60
Diluted		
Net profit attributable to shareholders (RM'000)	170,932	499,340
Weighted average number of ordinary shares in issue ('000)	2,428,181	2,424,498
- Assumed shares issued from the exercise of ESOS ('000)	24,828	21,464
- Assumed shares issued from the conversion of Warrants 2016/2020 ('000)	78,597	71,593
Adjusted weighted average number of ordinary shares for calculating diluted earnings per ordinary share ('000)	2,531,606	2,517,555
Diluted earnings per ordinary share (sen)	6.75	19.83

25. Notes to the Consolidated Statement of Comprehensive Income

Total comprehensive income for the year is arrived at after charging/(crediting) the following items:

	Current Quarter 30-Apr-17 RM'000	Current Year To Date 30-Apr-17 RM'000
Interest income	(14,724)	(61,685)
Other income	(6,480)	(43,355)
Interest expense	31,254	86,840
Depreciation and amortisation	37,740	111,319
Provision for and write-off of receivables	-	-
Provision for and write-off of inventories	-	-
Gain on disposal of quoted or unquoted investment	-	-
Gain on disposal of property, plant and equipment	(602)	(4,390)
Impairment of assets	-	-
Loss/(gain) on foreign exchange	(3,987)	(5,691)
Gain on derivatives	-	-

The above disclosure is prepared in accordance with paragraph 16 of Appendix 9B of the Main Listing Requirements (“MLR”) issued by Bursa Malaysia Securities Berhad. Except for the above, the rest of the items required for disclosures pursuant to paragraph 16 of MLR are not applicable to the Group.