

**PERDANA PETROLEUM BERHAD**  
(Company No. 372113 - A)  
(Incorporated in Malaysia)



**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
ENDED 31 MARCH 2014**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	<b>Current Quarter Ended 31-Mar-14 RM'000</b>	<b>Corresponding Quarter Ended 31-Mar-13 RM'000</b>	<b>Current Year-to-date Ended 31-Mar-14 RM'000</b>	<b>Corresponding Year-to-date Ended 31-Mar-13 RM'000</b>
Revenue	87,270	56,779	87,270	56,779
Cost of Sales	(46,730)	(39,081)	(46,730)	(39,081)
Gross Profit	40,540	17,698	40,540	17,698
Other income	2,277	6,644	2,277	6,644
Operating expenses	(11,530)	(7,879)	(11,530)	(7,879)
Finance costs	(8,924)	(3,293)	(8,924)	(3,293)
Profit before taxation	22,363	13,170	22,363	13,170
Income tax expense	(348)	(1,908)	(348)	(1,908)
<b>Profit for the period</b>	<b>22,015</b>	<b>11,262</b>	<b>22,015</b>	<b>11,262</b>
<i>Other comprehensive income</i>				
<i>Foreign currency translation</i>	(5,223)	1,074	(5,223)	1,074
<i>Cash Flow Hedge</i>	48	99	48	99
<b>Total Comprehensive Income for the period</b>	<b>16,840</b>	<b>12,435</b>	<b>16,840</b>	<b>12,435</b>
<b>Profit for the period</b>				
Attributable to:				
Equity holders of the Company	22,016	11,094	22,016	11,094
Non-controlling interest	(1)	168	(1)	168
	22,015	11,262	22,015	11,262
<b>Total Comprehensive Income for the period</b>				
Attributable to:				
Equity holders of the Company	16,837	12,271	16,837	12,271
Non-controlling interest	3	164	3	164
	16,840	12,435	16,840	12,435
<b>Earnings per share of RM0.50 each (Sen)</b>				
a) Basic (based on weighted average)	3.01	2.24	3.01	2.24
b) Fully diluted	2.92	1.99	2.92	1.99

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction  
with the Annual Financial Report for the financial year ended 31 December 2013)

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**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	(Unaudited) 31-Mar-14 RM'000	(Audited) 31-Dec-13 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	1,029,021	961,556
Intangible assets	27,507	27,507
Refundable deposits	52,883	52,697
Deferred tax asset	46	46
Other investment	-	150
Derivative asset	277	421
	<u>1,109,734</u>	<u>1,042,377</u>
<b>CURRENT ASSETS</b>		
Inventories	1,218	1,310
Trade receivables	47,857	31,769
Other receivables, deposits and prepayments	20,652	18,055
Amount owing by a related party	26,455	19,953
Tax recoverable	3,299	3,231
Fixed deposits with licensed banks	8,899	26,098
Cash and bank balances	27,394	34,928
	<u>135,774</u>	<u>135,344</u>
Non-current asset classified as held for sale	4,539	4,576
	<u>140,313</u>	<u>139,920</u>
<b>TOTAL ASSETS</b>	<u>1,250,047</u>	<u>1,182,297</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	368,231	363,611
Reserves	216,195	198,569
<b>TOTAL EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY</b>	<u>584,426</u>	<u>562,180</u>
<b>NON-CONTROLLING INTEREST</b>	<u>(245)</u>	<u>(248)</u>
<b>TOTAL EQUITY</b>	<u>584,181</u>	<u>561,932</u>
<b>NON-CURRENT LIABILITIES</b>		
Deferred tax liabilities	4,522	4,559
Long-term borrowings	486,706	459,783
Other payables	260	260
	<u>491,488</u>	<u>464,602</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	18,059	14,088
Other payables	29,040	27,153
Short-term borrowings	126,975	114,140
Provision for taxation	304	382
	<u>174,378</u>	<u>155,763</u>
<b>TOTAL LIABILITIES</b>	<u>665,866</u>	<u>620,365</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,250,047</u>	<u>1,182,297</u>
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO OWNERS OF THE COMPANY (RM)</b>		
	0.79	0.77

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2013)

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**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
ENDED 31 MARCH 2014**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>31-Mar-14</b>	<b>31-Mar-13</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flow from operating activities</b>		
Profit before taxation	22,363	13,170
<b>Adjustments for:</b>		
Accretion of refundable deposits	(625)	(3,667)
Depreciation of property, plant and equipment	12,778	6,083
Loss/(Gain) on disposal of property, plant and equipment	45	(98)
Interest expense	8,195	2,955
Interest income	(149)	(186)
Loss on disposal of other investment	150	-
Property, plant and equipment written off	-	1
Unrealised gain on foreign exchange	(1,111)	(2,106)
Operating profit before working capital changes	<u>41,646</u>	<u>16,152</u>
Decrease in inventories	94	1,845
(Increase)/Decrease in trade and other receivables	(18,845)	14,813
Increase/(Decrease) in trade and other payables	5,452	(6,924)
Increase in amount owing by a related party	(6,502)	-
Net cash from operations	<u>21,845</u>	<u>25,886</u>
Tax paid	(531)	(265)
Net cash from operating activities	<u>21,314</u>	<u>25,621</u>
<b>Cash flow (for)/from investing activities</b>		
Charterer deposits refunded	-	22,910
Interest received	149	186
Proceeds from disposal of property, plant and equipment	15	7,084
Purchase of property, plant and equipment	(87,654)	(70)
Withdrawal/(Placement) of fixed deposits	581	(29)
Net cash (for)/from investing activities	<u>(86,909)</u>	<u>30,081</u>

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>31-Mar-14</b>	<b>31-Mar-13</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Cash flow from/(for) financing activities</b>		
Drawdown of bank borrowings	67,660	-
Interest paid	(8,195)	(2,955)
Proceeds from issuance of shares through warrant exercise	5,414	-
Repayment of bank borrowings	(23,355)	(9,991)
Repayment of hire purchase obligations	(35)	(21)
Share issuance expenses	(5)	-
Net cash from/(for) financing activities	<u>41,484</u>	<u>(12,967)</u>
Net change in cash and cash equivalents	(24,111)	42,735
Effect of foreign exchange translation	(41)	1
Cash and cash equivalents at beginning of the financial period	<u>60,445</u>	<u>37,254</u>
Cash and cash equivalents at end of the financial period	<u>36,293</u>	<u>79,990</u>
<b>Cash and cash equivalents</b>		
Fixed deposits with licensed banks	8,899	49,021
Cash and bank balances	<u>27,394</u>	<u>34,562</u>
	36,293	83,583
Less: Fixed deposits pledged as security	<u>-</u>	<u>(3,593)</u>
	<u>36,293</u>	<u>79,990</u>

**(The Condensed Consolidated Statement of Cash Flows should be read in conjunction  
 with the Annual Financial Report for the financial year ended 31 December 2013)**

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INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER ENDED 31 MARCH 2014

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM'000	Share Application Monies RM'000	Share Premium RM'000	Warrant Reserve RM'000	Cash Flow Hedge Reserve RM'000	Other Capital Reserve RM'000	Translation Reserve RM'000	Retained Profits RM'000	Total RM'000	Non- Controlling Interest RM'000	Total Equity RM'000
<b>Financial year ended 31 December 2014</b>											
As at 1 January 2014	363,611	1,146	4,562	6,672	(321)	1,635	(49,007)	233,882	562,180	(248)	561,932
Issuance of shares - Exercise of Warrants 2010/2015	4,620	(1,146)	3,123	(1,188)	-	-	-	-	5,409	-	5,409
Total comprehensive income for the period	-	-	-	-	48	-	(5,227)	22,016	16,837	3	16,840
<b>Balance as at 31 March 2014</b>	<b>368,231</b>	<b>-</b>	<b>7,685</b>	<b>5,484</b>	<b>(273)</b>	<b>1,635</b>	<b>(54,234)</b>	<b>255,898</b>	<b>584,426</b>	<b>(245)</b>	<b>584,181</b>
<b>Financial year ended 31 December 2013</b>											
As at 1 January 2013	247,566	-	92,130	11,048	(802)	2,127	(65,079)	172,222	459,212	(237)	458,975
Bonus issue	103,888	-	(103,888)	-	-	-	-	-	-	-	-
Issuance of shares - Exercise of Warrants 2010/2015	12,157	1,146	16,320	(4,376)	-	-	-	-	25,247	-	25,247
Total comprehensive income for the year	-	-	-	-	481	(492)	16,072	61,660	77,721	(11)	77,710
<b>Balance as at 31 December 2013</b>	<b>363,611</b>	<b>1,146</b>	<b>4,562</b>	<b>6,672</b>	<b>(321)</b>	<b>1,635</b>	<b>(49,007)</b>	<b>233,882</b>	<b>562,180</b>	<b>(248)</b>	<b>561,932</b>

(The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31 December 2013)

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**INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
ENDED 31 MARCH 2014**

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**1. Basis of Preparation**

The interim financial statements have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Malaysia”).

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 December 2013. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the year ended 31 December 2013.

**2. Changes in Accounting Policies**

At the date of authorisation of the interim financial statements, the following MFRSs, Amendments to MFRS and IC Interpretation were issued but not yet effective and have not been applied by the Group.

**MFRSs, Amendments to MFRS and IC Interpretation issued but not yet effective**

MFRS 9 (2009) Financial Instruments

MFRS 9 (2010) Financial Instruments

MFRS 9 Financial Instruments (Hedge Accounting and Amendments to MFRS 7, MFRS 9 and MFRS 139)

Amendments to MFRS 9 and MFRS 7: Mandatory Effective Date of MFRS 9 and Transition Disclosures

Amendments to MFRS 10, MFRS 12 and MFRS 127 (2011): Investment Entities

Amendments to MFRS 119: Defined Benefit Plans – Employee Contributions

Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 139: Novation of Derivatives and Continuation of Hedge Accounting

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**2. Changes in Accounting Policies (Cont'd)**

**MFRSs, Amendments to MFRS and IC Interpretation issued but not yet effective (Cont'd)**

IC Interpretation 21 Levies

Annual Improvements to MFRSs 2010 – 2012 Cycle

Annual Improvements to MFRSs 2011 – 2013 Cycle

**3. Qualification of Financial Statements**

The preceding annual financial statements of the Group were not subject to any qualification.

**4. Seasonal or Cyclical Factors**

Seasonal and cyclical factors do not have any material impact on the Group's business operations.

**5. Unusual Items**

There are no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial period to-date.

**6. Material Changes in Estimates**

There are no material changes in the estimates of amounts reported in the current quarter and financial period to-date.

**7. Issuance and Repayment of Debts and Equity Securities**

During the current quarter and financial period to-date, 9,238,260 ordinary shares of RM0.50 each was issued pursuant to the exercise of Warrants 2010/2015 at the exercise price of RM0.71 per share. As at 31 March 2014, 42,654,923 Warrants 2010/2015 remained unexercised.

There have no cancellation, repurchase, resale and repayment of debts and equity securities in the current quarter and financial period to-date save for the above.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
ENDED 31 MARCH 2014

**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**8. Dividends Paid**

No dividend was paid during the current quarter and financial period to-date.

**9. Segmental Information**

**Business Segment**

<i>Current Quarter/ Period-to-date Ended 31 March 2014</i>	<b>Marine Offshore Support Services RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<b>Revenue</b>				
External revenue	87,270	-	-	87,270
Inter-segment revenue	-	2,208	(2,208)	-
	<b>87,270</b>	<b>2,208</b>	<b>(2,208)</b>	<b>87,270</b>
<b>Results</b>				
Segment results	39,760	(2,553)	(5,920)	31,287
Finance costs	(9,181)	(319)	576	(8,924)
<b>Profit before taxation</b>	<b>30,579</b>	<b>(2,872)</b>	<b>(5,344)</b>	<b>22,363</b>
<hr/>				
<i>Corresponding Quarter/ Period-to-date Ended 31 March 2013</i>	<b>Marine Offshore Support Services RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<b>Revenue</b>				
External revenue	56,779	-	-	56,779
Inter-segment revenue	-	89	(89)	-
	<b>56,779</b>	<b>89</b>	<b>(89)</b>	<b>56,779</b>
<b>Results</b>				
Segment results	17,620	(4,961)	3,804	16,463
Finance costs	(2,453)	(840)	-	(3,293)
<b>Profit before taxation</b>	<b>15,167</b>	<b>(5,801)</b>	<b>3,804</b>	<b>13,170</b>



INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**10. Material Events Subsequent to the reporting period**

There were no material events subsequent to the end of the interim period reported which have not been reflected in the financial statements.

**11. Changes in Composition of the Group**

There were no changes in the composition of the Group for the current quarter ended 31 March 2014 except that Petra Asia Limited and Petra Teknik Sdn Bhd have been placed under member's voluntarily liquidation as these companies have been dormant for a period of time.

**12. Changes in Contingent Liabilities**

	As at 31-Mar-14	
	Group RM'000	Company RM'000
<u>Unsecured:-</u>		
Bank guarantee granted to third parties for the benefit of a subsidiary	7,059	7,059
Corporate guarantee given to licensed banks for credit facilities granted to subsidiaries	-	592,681
	<u>7,059</u>	<u>599,740</u>

**13. Capital Commitment**

As at 31 March 2014, the Group had the following capital commitments:

	RM'000
Approved and not contracted for	-
Approved and contracted for	<u>76,971</u>

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**PART A: EXPLANATORY NOTES PURSUANT TO MFRS 134**

**14. Operating Lease Arrangements**

As at 31 March 2014, the Group has entered into operating lease agreements for the use of certain vessels, office, premise and office equipment. The future aggregate minimum lease payments are as follows:

	RM'000
Not later than 1 year	39,766
Later than 1 year and not later than 5 years	133,104
Later than 5 years	7,745
	180,615

**15. Significant Related Party Transactions**

- a. The Group/Company had the following transactions with related parties during the financial quarter:

	Quarter ended 31-Mar-14 RM'000	Quarter ended 31-Mar-13 RM'000
i. Subsidiaries:		
- rental income	89	89
- management income	2,119	-
ii. Related party:		
- charter income	30,213	-

In the opinion of the Directors, the above transactions have been entered into in the ordinary course of business and have been established on terms that are not more favourable to the related parties than those generally available to the public.

- b. Compensation of key management personnel

The remuneration of Directors and other members of key management are as follows:

	Quarter ended 31-Mar-14 RM'000	Quarter ended 31-Mar-13 RM'000
Short-term employee benefits	5,913	2,443

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**16. Review of Performance**

For the current quarter ended 31 March 2014, the Group recorded a turnover of RM87.3 million, an increase of 53.7% from RM56.8 million in the first quarter of year 2013. The increase is mainly due to improvement in vessel utilisation, increase in the number of vessels and charter rates in the current quarter.

The Group registered a profit before taxation of RM22.4 million in the current quarter, as compared to a profit before taxation of RM13.2 million recorded in the first quarter of year 2013. The significant increase in profit before taxation in the current quarter is mainly due to higher revenue generated, in spite of the increase in administrative cost and finance cost in the current quarter.

**17. Comparison with Immediate Preceding Quarter**

The Group recorded a turnover of RM87.3 million in the current quarter, an increase of 11.8% as compared to the previous quarter of RM78.1 million. The increase is mainly due to improvement in vessel utilisation, increase in the number of vessels and charter rates in the current quarter.

The Group reported a profit before taxation of RM22.4 million in the current quarter, as compared to a profit before taxation of RM21.2 million in the previous quarter. Excluding the net forex gain of RM4.5 million and RM1.1 million recognized in previous quarter and current quarter respectively, the profit before taxation has improved by RM4.6 million, resulted from the higher revenue generated in the current quarter.

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**18. Prospects**

The Board is optimistic on the prospect for oil and gas support services in the domestic and regional markets, on the back of the stable oil prices range from USD90 – USD100 per barrel, upsurge in offshore activities, ongoing tenders and bidding exercises and various development programmes spearheaded by our national oil company, PETRONAS with the support of major oil companies.

Our fleet, with an average age of approximately 4.5 years old, will continue to provide the longer-term charter opportunities and stability that we need. Currently, we have 15 out of 18 of our vessels, which represents 83% of our fleet, on long term charters with an order book of approximately RM1.4 billion up to year 2019. With the improving marine charter outlook, we have potential to secure more long term charters by the remaining 3 vessels currently on spot charters and under construction. We will continue our expansion programme to acquire more new assets in line with our long term strategy to have a well-balanced fleet of AHTS and work barges/workboats to meet the increase in demand with the upsurge in the OSV market.

The Board thus expects the Group's offshore marine business will be in a position to provide a better result in the coming year.

INTERIM FINANCIAL REPORT FOR THE FIRST QUARTER  
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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

19. Profit for the Quarter/Period

	Current Quarter Ended 31-Mar-14 RM'000	Corresponding Quarter Ended 31-Mar-13 RM'000	Current Year-to-date Ended 31-Mar-14 RM'000	Corresponding Year-to-date Ended 31-Mar-13 RM'000
<b>Profit for the quarter is arrived at after charging/(crediting):</b>				
Interest expense	8,195	2,955	8,195	2,955
Depreciation of property, plant and equipment	12,778	6,083	12,778	6,083
Loss/(Gain) on disposal of property, plant and equipment	45	(98)	45	(98)
Gain on foreign exchange:				
- realised	-	(616)	-	(616)
- unrealised	(1,111)	(2,106)	(1,111)	(2,106)
Loss on disposal of other investment	150	-	150	-
Property, plant and equipment written off	-	1	-	1
Accretion of refundable deposits	(625)	(3,667)	(625)	(3,667)
Interest income	(149)	(186)	(149)	(186)

Other than the above, there were no allowances for impairment and write off of receivables, allowance for and write off of inventories and exceptional items for the current quarter and financial period ended 31 March 2014.

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**20. Taxation**

The provision of taxation for the current quarter and financial period to-date under review are as follows:

	<b>Current Quarter Ended 31-Mar-14 RM'000</b>	<b>Corresponding Quarter Ended 31-Mar-13 RM'000</b>	<b>Current Year-to-date Ended 31-Mar-14 RM'000</b>	<b>Corresponding Year-to-date Ended 31-Mar-13 RM'000</b>
Current tax:				
Malaysian income tax	131	44	131	44
Foreign tax	254	113	254	113
Withholding tax	-	1	-	1
	385	158	385	158
Deferred tax:				
Malaysian income tax	(37)	1,750	(37)	1,750
Total	348	1,908	348	1,908

The effective tax rate for current quarter and financial period to-date were lower than the statutory tax rate principally due to utilisation of unabsorbed capital allowances in subsidiary companies and lower tax rates for offshore subsidiary companies.

**21. Corporate Proposals**

There were no other corporate proposals announced but not completed as of 15 May 2014.

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**22. Borrowings**

Total Group's borrowings as at 31 March 2014 were as follows:

	As at 31-Mar-14 RM'000	As at 31-Dec-13 RM'000
<b>Short term borrowings</b>		
Secured	106,975	94,140
Unsecured	20,000	20,000
	<u>126,975</u>	<u>114,140</u>
<b>Long term borrowings</b>		
Secured	486,706	459,783
<b>Total borrowings</b>	<u>613,681</u>	<u>573,923</u>

The above includes borrowings in US Dollars equivalent to RM563 million.

**23. Derivative Financial Instruments**

There are no outstanding derivative financial instruments as at 31 March 2014.

**24. Changes in Material Litigation**

The Group is not engaged in any material litigation as at 15 May 2014 except for the following:

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

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

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**24. Changes in Material Litigation (Cont'd)**

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

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

**25. Dividends**

There was no dividend proposed in respect of the current quarter ended 31 March 2014.



**PERDANA PETROLEUM BERHAD**

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**PART B: EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE LISTING  
REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

**26. Earnings Per Share**

**a.) Basic**

	<b>Current Quarter Ended 31-Mar-14</b>	<b>Corresponding Quarter Ended 31-Mar-13</b>	<b>Current Year-to-date Ended 31-Mar-14</b>	<b>Corresponding Year-to-date Ended 31-Mar-13</b>
Net profit attributable to shareholders (RM'000)	22,016	11,094	22,016	11,094
Number of ordinary shares of RM0.50 each at the beginning of the quarter/period	727,222,915	495,132,000	727,222,915	495,132,000
Effects of warrants exercised	5,182,387	-	5,182,387	-
Weighted average number of ordinary shares in issue	732,405,302	495,132,000	732,405,302	495,132,000
Basic earnings per ordinary share of RM0.50 each (Sen)	3.01	2.24	3.01	2.24

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REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

26. Earnings Per Share (Cont'd)

b.) Diluted

	Current Quarter Ended 31-Mar-14	Corresponding Quarter Ended 31-Mar-13	Current Year-to-date Ended 31-Mar-14	Corresponding Year-to-date Ended 31-Mar-13
Net profit attributable to shareholders (RM'000)	22,016	11,094	22,016	11,094
Number of ordinary shares of RM0.50 each at the beginning of the quarter/period	727,222,915	495,132,000	727,222,915	495,132,000
Effects of warrants exercised	5,182,387	-	5,182,387	-
Effects of outstanding warrants	20,725,427	61,379,785	20,725,427	61,379,785
Adjusted number of ordinary shares for calculating diluted earnings per ordinary share	753,130,729	556,511,785	753,130,729	556,511,785
Diluted earnings per ordinary share of RM0.50 each (Sen)	2.92	1.99	2.92	1.99

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**27. Disclosure of Realised and Unrealised Profits**

On 25 March 2010, Bursa Securities issued a directive to all listed issuers pursuant to Paragraph 2.06 and 2.23 of the Bursa Securities Main Market Listing Requirements. The directive requires all listed issuers to disclose the breakdown of the unappropriated profits or accumulated losses as at the end of the reporting period, into realised and unrealised profits or losses.

On 20 December 2010, Bursa Securities further issued guidance on the disclosure and the format required.

The breakdown of the retained profits of the Group into realised and unrealised profits, pursuant to the directive, is as follows:

	<b>As at 31-Mar-2014 RM'000</b>	<b>As at 31-Dec-2013 RM'000</b>
Total retained profits of the Group:		
- Realised	191,188	157,163
- Unrealised	(4,556)	1,961
	<u>186,632</u>	<u>159,124</u>
Add: Consolidation adjustments	69,266	74,758
Total retained profits as per statement of financial position	<u>255,898</u>	<u>233,882</u>

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

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.