Cypark Resources Berhad
(642994-H)

POWERING
SUSTAINABLE FUTURE
ANNUAL REPORT 2015

OUR MISSION

We strive to enhance the quality of living environment. We are multi-disciplinary professionals committed to providing quality services beyond our client's expectations and work towards the best interest of our stakeholders through continuous improvement of our skills.

OUR VISION

To provide world-class professional engineering and renewable energy services through smart application of environmental science, technology and methodologies, resulting in innovative, practical and cost-effective solutions.

OUR CORE VALUES

- Quality
- Continuous Improvement
- Professional
- Teamwork
- Caring
- Ownership
- Hardworking

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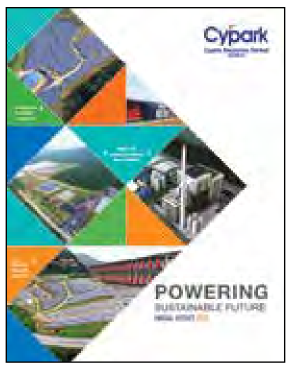
Performance Review

Corporate Governance

Financial Statements

Cover Rationale

The cover showcases the contribution of Cypark Resources Berhad towards greening Malaysia. These completed green technology projects are highlights of our quest towards "Powering Sustainable Future"



CORPORATE INFORMATION

BOARD OF DIRECTORS

Tan Sri Razali bin Ismail
Executive Chairman
Non-Independent Executive Director

Dato' Daud bin Ahmad
Group Chief Executive Officer
Non-Independent Executive Director

Encik Headir bin Mahfidz
Independent Non-Executive Director

Datuk Abdul Malek bin Abdul Aziz
Independent Non-Executive Director

Dato' Dr. Freezailah bin Che Yeom
Independent Non-Executive Director

Encik Megat Abdul Munir bin Megat Abdullah Rafaie
Independent Non-Executive Director

AUDIT COMMITTEE

Chairman
Dato' Dr. Freezailah bin Che Yeom

Members
Encik Headir bin Mahfidz
Encik Megat Abdul Munir bin Megat Abdullah Rafaie

NOMINATION COMMITTEE

Chairman
Dato' Dr. Freezailah bin Che Yeom

Members
Encik Headir bin Mahfidz
Encik Megat Abdul Munir bin Megat Abdullah Rafaie

REMUNERATION COMMITTEE

Chairman
Dato' Dr. Freezailah bin Che Yeom

Members
Tan Sri Razali bin Ismail
Datuk Abdul Malek bin Abdul Aziz

RISK MANAGEMENT COMMITTEE

Chairman
Datuk Abdul Malek bin Abdul Aziz

Members
Encik Headir bin Mahfidz
Encik Megat Abdul Munir bin Megat Abdullah Rafaie

COMPANY SECRETARIES

Chua Siew Chuan (MAICSA 0777689)
Yeow Sze Min (MAICSA 7065735)

CORPORATE OFFICE

Unit 13A-09, Block A
Phileo Damansara II
No. 15, Jalan 16/11
46350 Petaling Jaya
Selangor Darul Ehsan
Tel: 03-7660 6170
Fax: 03-7660 6169
Website: www.crbenv.com

REGISTERED OFFICE

Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Tel: 03-2084 9000
Fax: 03-2094 9940

SHARE REGISTRAR

Securities Services (Holdings) Sdn Bhd (36869-T)
Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur
Tel: 03-2095 7077

AUDITORS

MAZARS (AF: 001954)
Chartered Accountants
Wisma Selangor Dredging
7th Floor, South Block
142-A, Jalan Ampang
50450 Kuala Lumpur
Tel: 03-2161 5222

PRINCIPAL BANKERS

Malayan Banking Berhad (3813-K)
Menara Maybank
100, Jalan Tun Perak
50050 Kuala Lumpur
Tel: 03-2070 8833

HSBC Amanah Malaysia Berhad (807705-X)
No. 2, Leboh Ampang
50100 Kuala Lumpur
Tel: 03-2070 0744

Kuwait Finance House (Malaysia) Berhad (672174-T)
Level 26, Menara Prestige
No.1, Jalan Pinang, P.O. Box 10103
50450 Kuala Lumpur
Tel: 03-2168 0000

STOCK EXCHANGE LISTING

Bursa Malaysia Securities Berhad (Main Market)
Stock Name: CYPARK
Stock Code: 5184

POWERING THE HEADLINES

1ST QUARTER

Cypark bullish on renewable energy

By DANIEL KHOO
danielkhoo@thestar.com.my

PETALING JAYA: Cypark Resources Bhd is confident in the future of renewable energy in Malaysia in spite of the recent fallout in energy and oil prices as there is increasing awareness that burning fossil fuels is a key factor in today's climate change.

The company said in an email that Cypark is well-positioned to capitalise on the global uptrend of renewable energy infrastructure and demands, adding that there is a need to look long term.

12 JAN 2015, *The Star* – Cypark bullish on renewable energy

Cypark sees RM100m revenue boost from landfill

Hopes to sign agreement for Negeri Sembilan concession by middle of this year

07 MAY 2015, *The Edge Financial Daily* – Cypark sees RM100m revenue boost from landfill

CYPARK資源森州計劃 2017年貢獻1億營業額

07 MAY 2015, *China Press* – Cypark's LTM project in Negeri Sembilan is expected to contribute RM100 million in yearly revenue from 2017 onwards

2ND QUARTER

Cypark net profit up 10.3% to RM8.5m for 1Q15

CYPARK Resources Bhd has posted a 10.3% increase in its net profit to RM8.5 million for the first-quarter ended Jan 31 this year (1Q15). In a filing to the stock exchange yesterday, the company said its revenue for the quarter was higher at RM59.9 million compared to RM51.4 million last year. Cypark, an integrated renewable energy developer and green engineering solutions provider, said its revenue from landscaping and infrastructure division saw a robust increase by 93.5% to RM21.1 million, mainly due to the works performed for the infrastructure projects and building projects secured in this division. The renewable energy division of the company also saw its revenue increased significantly by 14% to RM8.5 million.

01 APR 2015, *Malaysian Reserve* – Cypark net profit up 10.3% to RM8.5m for 1Q15

Cypark aims to maintain double-digit growth in FY15

Expects to book increase of RM2b when waste-to-energy project is completed

22 APR 2015, *The Edge Financial Daily* – Cypark aims to maintain double-digit growth in FY15

Cypark landfill project will add RM2bil to revenue

22 APR 2015, *The Star* – Cypark landfill project will add RM2bil to revenue

Cypark will continue to bid for 'green' projects

07 MAY 2015, *The Sun* – Cypark will continue to bid for 'green' projects

CYPARK森州廢料發電 後年起料貢獻30%營收

07 MAY 2015, *Sin Chew Daily* – Cypark's WTE project in Negeri Sembilan is expected to contribute 30% revenue from 2017 onwards

POWERING THE HEADLINES

3RD QUARTER

23 AUG 2015 (8.00p.m.), *NTV7* – PM visits Cypark agri-solar project site

24 AUG 2015 (7.00a.m.), *TV1* – PM lawat dan rasmi pesta menuai

玻州太阳能园每年10%收入
助低收入群为期21年

24 AUG 2015, *Kwong Wah Yit Poh* – Solar park in Perlis contributes 10% annual profit to help low income group for 21 years

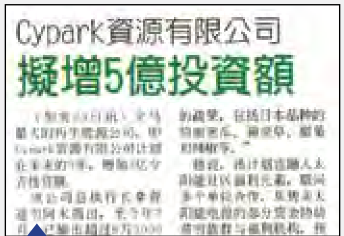
Syor agri-solar di setiap negeri

24 AUG 2015, *Berita Harian* – Syor agri-solar di setiap negeri

Cypark plans investment of more than RM500m

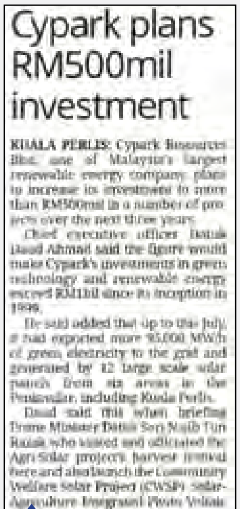
24 AUG 2015, *Malaysian Reserve* – Cypark plans investment of more than RM500m

24 AUG 2015, *Kosmo* – Hijau



Cypark資源有限公司
擬增5億投資額

24 AUG 2015, *China Press* – Cypark plans to increase its investment to RM500 million



Cypark plans RM500mil investment

24 AUG 2015, *The Star Biz* – Cypark plans RM500mil investment

Perlis perintis AIPV iklim tropika pertama dunia

24 AUG 2015, *Utusan Malaysia* – Perlis perintis AIPV iklim tropika pertama dunia

PRIME MINISTER LAUNCHES CYPARK'S AGRICULTURE INTEGRATED PHOTOVOLTAIC (AIPV) PROJECT IN PERLIS

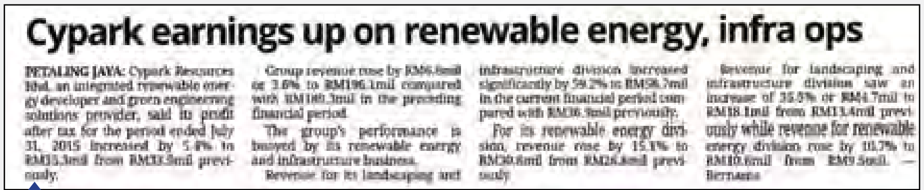
24 AUG 2015, *New Straits Times* – Prime Minister launches Cypark's Agriculture Integrated Photovoltaic (AIPV) project in Perlis

Cypark perkenal projek perintis integrasi solar dan pertanian di Kuala Perlis

24 AUG 2015, *Utusan Malaysia* – Cypark perkenal projek perintis integrasi solar dan pertanian di Kuala Perlis

POWERING THE HEADLINES

4TH QUARTER



Cypark earnings up on renewable energy, infra ops

PETALING JAYA: Cypark Resources Bhd, an integrated renewable energy developer and green engineering solutions provider, said its profit after tax for the period ended July 31, 2015 increased by 5.4% to RM35.3mil from RM33.5mil previously.

Group revenue rose by RM6.8mil or 3.6% to RM196.1mil compared with RM189.3mil in the preceding financial period.

The group's performance is buoyed by its renewable energy and infrastructure business.

Revenue for its landscaping and infrastructure division increased significantly by 59.2% to RM56.7mil in the current financial period compared with RM36.5mil previously.

For its renewable energy division, revenue rose by 15.1% to RM30.6mil from RM26.6mil previously.

Revenue for landscaping and infrastructure division saw an increase of 35.5% or RM4.7mil to RM18.1mil from RM13.4mil previously while revenue for renewable energy division rose by 10.7% to RM10.6mil from RM9.5mil. — Bernama

01 OCT 2015, *The Star* – Cypark earnings up on renewable energy, infra ops

11 NOV 2015 (9.30p.m.), *Bernama TV* – Ladang Agri-Solar Cypark

分析：CIMB 联昌国际投行研究

增持 ADD

Cypark 资源

长线盈利展望佳

目标价：2.40令吉

Cypark

最新进展

Cypark 资源（CYPARK，5184，主板贸服股）截至7月份第三季，净利略涨0.82%，录得1224万5000令吉，每股净利6.09仙。

合计首9个月，净利按年扬5.37%，报3532万7000令吉，每股净利17.58仙；同期营业额写1亿9611万3000令吉，按年增3.59%。

行家建议

02 OCT 2015, *Nanyang Siang Pau* – Cypark positive on long term profit outlook

11 NOV 2015, *TV Alhijrah* – Cypark Agri-Solar *Perlis*

23 NOV 2015, *Utusan Malaysia* – Perasmian projek SMART Cypark

Business News

Cypark wins 25-year waste management concession

KUALA LUMPUR: Cypark Resources Bhd has won a 25-year concession to treat and dispose solid waste at a waste-to-energy (WTE) plant to be built in Ladang Tanah Merah, Negri Sembilan.

In a filing with Bursa Malaysia, the environmental engineering and technology provider said its unit Cypark Smart Technology Sdn Bhd (CST) had on Nov 9 entered into a concession agreement with the the Housing and Local Government Ministry's unit Solid Waste And Public Cleansing Management Corp and the Government.

On a public private partnership basis, the Government gives CST the rights to undertake the design, construction, maintenance, operation and management of the...

20 NOV 2015, *The Star Online* – Cypark wins 25-year waste management concession

22 FEB 2016, *Sin Chew Daily* – Cypark eyes for net profit increase 9%

21 NOV 2015 (8.00p.m.), *RTM1* – Ladang Tanah Merah (LTM) Launch

森州垃圾回收处理

Cypark 特许经营25年

（吉隆坡21日讯）Cypark 资源（CYPARK，5184，主板贸服股），获得位于森美兰州的固体废料先进回收和处理系统的25（WTE）系统，以生产再生原料，用作生产再生能源。

在该项协议下，政府将会把指定地区的固体废料提供给CST，以

22 NOV 2015, *Nanyang Siang Pau* – Cypark secures 25-year waste management concession from government

AWARDS & ACCOLADES

Cypark Resources Berhad was honoured as one of Malaysia's Top 30 Green Catalyst for 2014 at the Malaysia Green Tech Award on Thursday 29 January 2015.

PAST ACHIEVEMENTS:

ASEAN ENERGY AWARD

Special Submission Category of the ASEAN Best Practices Renewable Energy Project Award 2014

MALAYSIAN GREENTECH AWARDS

- Malaysia Top 30 Green Catalyst for 2014
- GreenTech Developer Award 2012 (Silver)

FINANCEASIA MAGAZINE

Asia's Best Companies 2015
Best Small Cap Company for Malaysia

POWER & ELECTRICITY AWARDS (ASIA)

Solar Project of the Year 2013

ERNST & YOUNG

Technology Entrepreneur of the Year 2013

ASIAN POWER AWARDS

Power Utility of the Year (Malaysia) 2012

MALAYSIA BOOK OF RECORDS

- Largest Grid-Connected Solar Park
- Most Number of Solar Panels on a Grid-Connected Solar Park (Safely Close Landfill)

INVESTOR RELATIONS AND
KEY PERFORMANCE HIGHLIGHTS

INVESTOR RELATIONS

Cypark Resources Berhad maintains a strong rapport with the investment community through proactive and regular investor engagements. The Investor Relations (IR) team, led by the Group Chief Executive Officer and Group Chief Financial Officer, drives and facilitates financial communication efforts with existing and potential institutional investors, financial analysts as well as retail shareholders.

IR engagement activities throughout the financial year 2015 include presentations, meetings and site visits to allow the investment community greater access to top management in order to facilitate better understanding of latest developments in the company as well as current industry issues.

The IR portal on the company's website (www.crbenv.com) serves as a key communication platform through which the IR team ensures up-to-date corporate information and financial data are readily accessible to stakeholders.

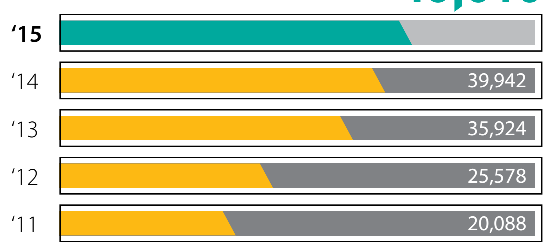
KEY PERFORMANCE HIGHLIGHTS

YEAR ENDED 31 OCTOBER 2015

Financial Year	2011	2012	2013	2014	2015
Turnover	161,530,920	195,801,612	220,665,368	238,794,822	**251,853,256**
Net Profit	20,087,808	25,578,401	35,924,431	39,942,249	**43,515,979**
Net Assets	105,355,861	152,631,298	219,355,995	285,801,050	**393,530,834**
Earnings Per Share (sen)	13.85	16.59	21.79	21.70	**20.74**
Net Asset Per Share (sen)	72.66	95.43	123.00	145.21	**158.25**

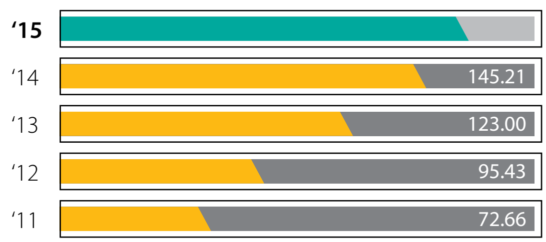
TURNOVER (RM'000) 251,853

NET PROFIT (RM'000) 43,516



NET ASSETS (RM'000) 393,531

NET ASSET PER SHARE (SEN) 158.25



CHAIRMAN'S STATEMENT

Tan Sri Razali bin Ismail
Executive Chairman
Non-Independent Executive Director

DEAR SHAREHOLDERS AND STAKEHOLDERS

The International Renewable Energy Agency (IRENA) recently announced that achieving a 36 per cent share of renewable energy in the global energy mix by 2030 would increase global gross domestic product (GDP) by up to 1.1 per cent, roughly USD 1.3 trillion.

IRENA, 2016

IRENA's[1] report – *Renewable Energy Benefits: Measuring the Economics* – finds that dramatically scaling up renewables in the global energy mix by 2030 would increase GDP, social welfare and employment worldwide. It also provides the first global estimate of the macroeconomic impacts of renewable energy deployment. Specifically, it outlines the benefits that would be achieved under the scenario of doubling the global share of renewable energy by 2030 from 2010 levels. One of its analysis shows that doubling renewable energy in the global energy mix by 2030 can provide half the emission reductions needed to limit temperature rise to 2°C, while energy efficiency can provide the rest.

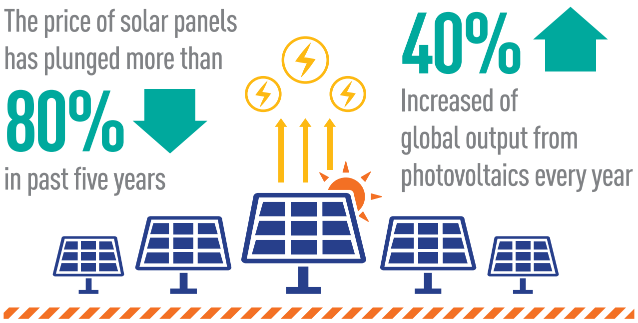
The report estimated the impact of renewable energy deployment on welfare to be three to four times larger than its impact on GDP, with global welfare increasing as much as 3.7 per cent.

Employment in the renewable energy sector would also increase from 9.2 million global jobs today, to more than 24 million by 2030.

The icing on the cake for fighting climate change was provided by the global agreement reached in December 2015 during the United Nations Climate Change Conference (COP21) in Paris. The pact was considered certain to spur significant new investments in renewable energy, especially solar. This is because utility officials and regulators make decisions on the basis of decades-long projections, and price is only part of the equation. Although, this too, may soon be insignificant.

[1] *International Renewable Energy Agency (IRENA). (2016). Increasing the World Share of Renewable Energy would Boost Global GDP up to $1.3 Trillion. Press Release 16 January 2016 extract from White Paper: "Renewable Energy Benefits: Measuring the Economics". Access from: http://irenanewsroom.org/2016/01/16/increasing-worlds-share-of-renewable-energy-would-boost-global-gdp-up-to-1-3-trillion/*

CHAIRMAN'S STATEMENT



In a Bloomberg Quick Take, it was stipulated that the idea of solar power may soon be everywhere is not that far fetch anymore[2]. The price of solar panels has plunged more than 80 percent in the past five years and is expected to keep falling. Global output from photovoltaics has increased 40 percent every year for the past decade. The industry is drawing roughly $150 billion in annual investment, accounting for almost half the funds committed to renewable energy.

Greenpeace says solar "could meet the world's energy demands many times over" while the more cautious International Energy Agency says photovoltaics might generate 16 percent of the world's electricity by 2050 – if policy encourages the technology[3].

On the home front, the Eleventh Malaysia Plan (RMK11), 2016-2020, specifies that green growth will provide the fundamental shift in how Malaysia builds a socio-economic development strategy that will increase the nation's resilience to climate change. This includes strengthening the enabling environment particularly in terms of policy and regulatory framework, human capital, green technology investment, and financial instruments. In turn, this would facilitate a shift in the economy, particularly in the private sector, towards more sustainable patterns of consumption and production. With Malaysia's announcement during COP21 of its Intended Nationally Determined Contributions (INDCs) goal to reduce greenhouse gas (GHG) emissions intensity of the GDP by 45 per cent by 2030 compared to the 2005 levels, the RMK11 puts in place necessary instruments to ensure this goal is achieved. Malaysia has so far achieved 33 per cent reduction. Under this new target, 35 per cent is supposed to be achieved on an unconditional basis and the other 10 per cent reduction is conditional upon receipt of climate finance, technology transfer and capacity building assistance[4].

With the robust analysis from the IRENA's report and Malaysia's focus on sustainable development in RMK11, "Powering Sustainable Future" has never been more exciting at Cypark Resources Berhad (Cypark). This is because we now have evidence that the energy transition makes social, economic and environmental sense. And at Cypark, as the front runner in renewable energy in Malaysia, we have the needed integrated green technology to provide cost-effective, reliable renewable energy.

OUR BUSINESS: IN REVIEW

The sustainable development of any business is to ensure long-term benefits for its stakeholders by seizing opportunities and balancing the development of economy, environment and society. As a company committed to promoting renewable energy through innovative green technology, Cypark has long maintained the philosophy of sustainable development, and is working hard to safeguard the harmonisation of economy, environment and society is accomplished in all facets of our business.

Technological innovation is essential to retain our position as a forerunner in Malaysia's renewable energy scene. It is fundamental to the quality and cost structure of our projects and to our long-term commitment to powering a sustainable future. Combining innovation with our environmental mind set enables us to drive positive change.

This year is an especially uplifting year for Cypark as our constant acceleration of research and innovation bore fruit that led to the patent filing of our Agriculture Integrated Photo Voltaic (AIPV) system in Malaysia and other countries within the Asian region.

Launched by Prime Minister YAB. Dato' Sri Mohd Najib Bin Tun Haji Abdul Razak, the pioneering project features an agriculture

CHAIRMAN'S **STATEMENT**


Launch of Agriculture Integrated Photovoltaic


FFRC showcased at IGEM 2015 exhibition


Launch of eFrutz products


Deployment of Fully-Functioning Flood Relief Centre (FFRC) in Kelantan, January 2015

farm integrated within Cypark's 7MWh solar park in Kg Wai, Perlis, Malaysia. The project takes advantage of Perlis's abundant sunlight by utilising it to support two valuable commodities: food crops and solar energy. Aside from diversifying our income and offerings with the unveiling of our eFrutz brand for upstream and downstream agricultural products, this dual utilisation of an area enriches the land value and its surrounding community.

In line with RMK11 focus area of "Strengthening Resilience Against Climate Change and Natural Disaster" specifically the strategy on improving flood mitigation, 2015 saw the successful deployment of our pilot Fully-Functioning Flood Relief Centre (FFRC) system during the flood relief efforts in the east coast of Malaysia. Recognising the crucial link between power and communication networks for humanitarian relief efforts, researchers at Cypark developed a robust FFRC solution to solve three crucial problems confronting first responders upon arrival at any disaster site: power supply, communication and clean water. The FFRC, officially launched during IGEM[5] 2015, provides first responders, authorities and disaster evacuees with ready power supply, eliminating dependence on conventional back up power supply such as a generator set, while providing the means to install communication networks as well as utilisation of a water purification system.

Like the start of 2015, we also end the year on a high note with the formalisation of a Concession Agreement with the Government of Malaysia for our integrated waste management project in Ladang Tanah Merah, Negeri Sembilan. Witnessed by YB Dato' Abdul Rahman Dahlan, Minister of Urban Wellbeing, Housing and Local Government during the launch of our **"Solid Waste Modular Advance Recovery and Treatment Systems (SMART)"** project,

[2] *Landberg, Reed. (2015). Solar Energy. Bloomberg Quick Take, December 2015. Access from: http://www.bloombergview.com/quicktake/solar-energy*

[3] *International Renewable Energy Agency (IRENA). (2016). From Negotiation to Action: Scaling Up Renewables Post COP21. Press Release 01 February 2016. Access from: http://irenanewsroom.org/2016/02/01/from-negotiation-to-action-scaling-up-renewables-post-cop21/*

[4] *Ministry of Energy, Green Technology and Water. Access from: http://www.kettha.gov.my/portal/document/files/Kenyataan%20Media/2016/media%20release%20on%20IRENA%20can%20play%20role%20to%20ensure%20west%20fulfils%20promise%20of%20assistance%20-%2018%20Jan.pdf*

[5] *International Greentech & Eco Products Exhibition & Conference Malaysia*

CHAIRMAN'S **STATEMENT**

Concession agreement with government on SMART Project

Launch of SMART Project

MoU with KNM and Hitachi for SMART Project

the concession agreement allowed Cypark to design, build and operate the **SMART** waste facilities via Public-Private Partnership. The operation involves processing and recovery of recyclables and renewable fuel resources from the waste sent by the government waste collection contractors with pre-agreed tipping fees paid to Cypark over the 25-years concession period. Consistent with RMK11 strategy for managing waste holistically, this approach extends beyond merely disposing the waste, rather it aims to increase recycling and recovery rate of waste and improve management of landfills to reduce the amount of waste and pollution.

This is highly encouraging for Cypark especially since a 2015 market research report[6] indicated that key factors such as growth in the parent waste management market, increasing concern towards environment sustainability and safety, and development in the technology for waste treatment such as waste-to-energy solutions are contributing to the growth of the Waste Management Market which is projected to reach USD 128.40 Billion globally by 2020, at a CAGR of 5.09% during the forecast period from 2015.

REVIEW OF PERFORMANCE AND FINANCIAL RESULTS

For the financial year ended 31 October 2015, the Group has continued to make strong strides forward in delivering successful projects and once again achieved a robust performance. The Group's revenue for the current financial year increased by 5.5%

RM252mil.

of Group's revenue in 2015, increased by 5.5% from RM239 million in 2014

[6] http://www.prnewswire.com/news-releases/wet-waste-management-market-worth-12840-billion-usd-by-2020-539376501.html

CHAIRMAN'S STATEMENT

Cypark's Tenth (10th) Annual General Meeting

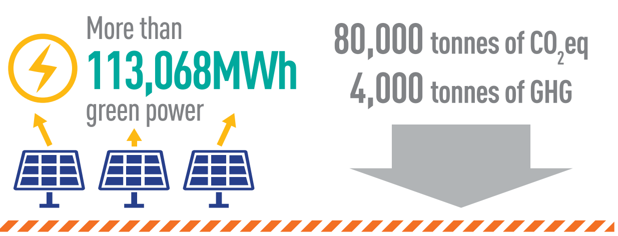
to RM252 million from RM239 million recorded in the preceding financial year. The Group's profit after tax increased by 8.9% to RM43.5 million from RM39.9 million recorded in preceding financial year.

DIVIDEND

In respect of the financial year ended 31 October 2014 as reported in the directors' report of that year, a single-tier final dividend of 5.00 sen per share on 201,328,560 ordinary shares, declared on 21 April 2015 and paid on 19 June 2015 was RM10,066,428.

At the forthcoming Annual General Meeting, a single-tier final dividend in respect of the financial year ended 31 October 2015 of 5.00 sen per share on 248,671,272 ordinary shares, will be proposed for shareholders' approval.

The Board had also resolved to propose that the shareholders be given an option to elect to reinvest the whole or part of the proposed final dividend into new ordinary shares in accordance with the Dividend Reinvestment Scheme, approved by the shareholders at Cypark's Tenth (10th) Annual General Meeting held on 21 April 2015.



CORPORATE RESPONSIBILITY

Although innovation is a key component of the company's business achievements, Cypark has always had a culture where environmental principles are front of mind and part of everyday business. A sense of responsibility for the future generations is an integral component of our corporate culture. We aspire to not just be economically but also socially and environmentally responsible in every decision we make. Thus, we promote excellent environmental performance alongside continuous improvement and the ongoing reduction of environmental carbon footprint in our business practice.

As of 31 January 2016, our solar farms on five safely closed landfills have generated and exported more than 113.1 GWh (113,068 MWh) of green power to the national grid, resulting in avoidance of approximately 80,000 tonnes and 4,000 tonnes carbon dioxide equivalence and GHG respectively.

Cypark's continued success comes from its employees. Our employees are critical to the delivery of our business strategies and to achieving the organisation's business purpose of "Powering Sustainable Future". As an employer that operates nationwide, we consistently strive to treat each employee with appreciation and respect. Not only do we offer a fair salary and attractive benefits, but also a motivating working environment and an atmosphere of trust. In addition, every employee has the possibility of fully developing their capabilities and their professional and personal skills. In order to continue at the forefront of the competitive and dynamic environment of integrated renewable energy, we offer our employees a number of programmes, projects and activities for further professional development.

Into its fifth year, our "Renewable Energy Awareness Programme (REAP)" with the tagline "REAP for Your Future, Today" parallels RMK11 strategy of enhancing awareness to create shared responsibility as it engages all levels of society. Aimed to increase knowledge and understanding about the environment, climate change adaptation and mitigation, conserving natural resources, and the role of green growth in raising productivity, the programme hopes to instill a sense of shared responsibility among all stakeholders for better quality of life.

CHAIRMAN'S STATEMENT

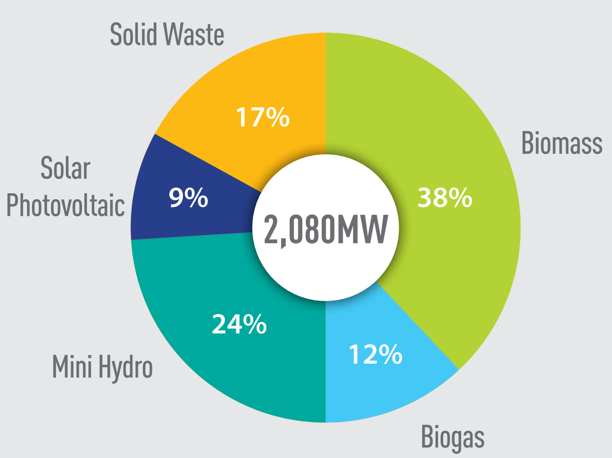
By aligning our Corporate Responsibility interest with our business interest, we aspire to create a more positive and far-reaching impact on our society and the Nation. Further details of our education and local community projects during the year are set out in the Corporate Responsibility disclosure on pages 16 to 19 of the Annual Report.

SUSTAINABLE BUSINESS

Commitment of policy makers at both global and local platforms, continue to bolster our confidence of sustainable business growth. Under RMK11, focus will be on promoting new renewable energy sources, enhancing capacity of renewable energy personnel and implementing net energy metering to further intensify the development of renewable energy.

Renewable energy capacity is expected to reach 2,080MW by 2020, contributing to 7.8% of total installed capacity in Peninsular Malaysia and Sabah.

TOTAL INSTALLED CAPACITY BY 2020



Source: Sustainable Energy Development Authority and Economic Planning Unit

Rooftop Solar System for SK Cendana, Johor

This would be achieved through the development of utility scale solar projects with a set target by the Ministry of Energy, Green Technology and Water of 250MW annually for the next four years[7].

The renewable energy industry will diversify Malaysia's energy mix in a more sustainable manner, create employment, and enhancing skills. The industry is expected to create about 15,300 jobs, comprising of skilled and semi-skilled jobs[8]. This uplifting socio-economic projections will not only expand economic opportunities but also be key to safeguarding the environment.

ACKNOWLEDGEMENT

On behalf of the Board, I would like to express my appreciation to our clients, business associates, bankers and shareholders for their support. The assistance, cooperation and collaboration from the government agencies and regulators, as always, deserves a hearty thank you. Last but not least, I would like to thank my fellow Board members, the management team and employees for their guidance, contribution and support to the Group.

For this Annual Report, we have endeavoured to illustrate to all our stakeholders the Group's overall financial performance, practices and corporate responsibility initiatives as it contains our achievements and our approaches to sustainability as a Group. It is my pleasure to present to all our stakeholders and shareholders, Cypark Resources Berhad Annual Report 2015.

Tan Sri Razali bin Ismail
Executive Chairman
Non-Independent Executive Director

[7] *Ministry of Energy, Green Technology and Water. Access from: http://www.kettha.gov.my/portal/document/files/Kenyataan%20Media/2016/media%20release%20on%20IRENA%20can%20play%20role%20to%20ensure%20west%20fulfils%20promise%20of%20assistance%20-%2018%20Jan.pdf*

[8] *RMK - 11. Access from: http://rmk11.epu.gov.my/book/eng/Elevent-Malaysia-Plan/RMKe-11%20Book.pdf*

BOARD OF DIRECTORS' PROFILE

TAN SRI RAZALI BIN ISMAIL

Executive Chairman
Non-Independent Executive Director

Tan Sri Razali bin Ismail, a Malaysian, aged 77, was appointed to the Board on 01 October 2006. A substantial shareholder to the Company as well as founder of Cypark Sdn. Bhd., he is also a member of the Remuneration Committee.

Tan Sri Razali retired from government in 1998 after a career of over 35 years in the Malaysian Diplomatic Service. He held various posts including as Permanent Representative to the United Nations (UN).

At the UN, Tan Sri Razali was involved in articulating and developing positions in various bodies on issues such as development and sustainability, poverty and marginalisation, political reforms in the UN and issues of human rights and the environment. From 2000 – 2005, he was the UN Secretary-General's Special Envoy to Myanmar.

A graduate of Universiti Malaya, Tan Sri Razali is involved in environmental industries specifically in renewable energy and solar, is the Pro Chancellor of the University Science Malaysia, Chairman of the National Peace Volunteer Corp (Yayasan Salam), heads an NGO project – Yayasan Chow Kit on street and displaced children; sits on the Board of the Razak School of Government, and promotes the protection and replanting of mangroves. He has also been appointed as Chairman of the Global Movement of Moderates Foundation.

Tan Sri Razali has attended 5 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have any convictions for any offences.

DATO' DAUD BIN AHMAD

Group Chief Executive Officer
Non-Independent Executive Director

Dato' Daud bin Ahmad, a Malaysian, aged 50, was appointed to the Board on 01 October 2006 and is one of the co-founder of Cypark Sdn. Bhd. He was appointed to be the CEO of Cypark since January 2001.

An accountant by profession, Dato' Daud is a graduate of Pennsylvania State University, USA. He also completed an Executive Management Programme at University of Chicago (Barcelona) and is a member of the Chartered Institute of Waste Management (CIWM) UK. Winner of Ernst & Young "Technology Entrepreneur of the Year Award 2013" for Malaysia, Dato' Daud has over 26 years of experience including in the fields of International Business, Oil & Gas, Waste Management, Renewable Energy and Environmental Management. Prior to his involvement in Cypark, he worked for KPMG, Motorola Malaysia Sdn Bhd, ESSO Production Malaysia Inc. and Ayer Molek Berhad.

Dato' Daud has attended 5 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have any convictions for any offences.

BOARD OF DIRECTORS' PROFILE

Encik Headir bin Mahfidz, a Malaysian, aged 50, was appointed to the Board on 07 September 2010. He was appointed by the Board as a member of the Audit Committee on 22 September 2010, Nomination Committee on 01 January 2012 and Risk Committee on 01 August 2012.

He graduated from the University of Tasmania, Australia with a Bachelor of Commerce degree in 1989. In 1992, he qualified as a Certified Practising Accountant, as certified by CPA Australia. He is also a Member of Malaysian Institute of Accountants, being admitted since 1996.

Encik Headir has attended 5 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have any convictions for any offences within the past ten (10) years, other than traffic offences, if any.

ENCIK HEADIR BIN MAHFIDZ
Independent Non-Executive Director

DATUK ABDUL MALEK BIN ABDUL AZIZ
Independent Non-Executive Director

Datuk Abdul Malek bin Abdul Aziz, a Malaysian, aged 78 was appointed to the Board on 19 September 2012. He was appointed by the Board as Chairman of the Risk Management Committee and a member of Remuneration Committee on 19 September 2012.

Datuk Malek served for close to four decades in the Malaysian Public Service commencing as Assistant Secretary and retired as Senior Deputy Secretary General in the Prime Minister's Department. Among the key positions he held were Secretary to the National Security Council, Director General of Immigration, Deputy Secretary General of the Ministry of Home Affairs and Deputy Director General of the Public Services Department. He also served as Chairman of Public Services Tribunal for almost a decade.

A law graduate from University of Singapore, he also holds a Diploma in International Relations and attended a course at the Royal College of Defence Studies, United Kingdom.

Datuk Malek has attended 4 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015 since his appointment to the Board. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have any convictions for any offences.

BOARD OF DIRECTORS' PROFILE

Dato' Dr. Freezailah bin Che Yeom, a Malaysian, aged 76, was appointed to the Board on 08 June 2010. He was appointed by the Board as Chairman of the Audit Committee on 22 September 2010 and is also the Chairman of the Nomination Committee and Remuneration Committee.

He obtained a First Class Honours degree in Forestry and a PhD in Ecology from Edinburgh University in 1963 and 1974 respectively. Dato' Dr. Freezailah is currently an Advisor to the Ministry of Plantation Industries and Commodities. He is also Chairman of the Malaysian Certification Council, a post he has held since the inception of the Council in 1999. He has previously served in the Forestry Department of Peninsular Malaysia and has held several senior positions such as Deputy Chief Research Officer of the Forest Research Institute, Director of Forestry in the States of Kelantan and Pahang and Deputy Director-General of Forestry. In 1986, Dato' Dr. Freezailah was elected as the founding Executive Director of the International Tropical Timber Organisation (ITTO), created by the United Nations, to promote the conservation and sustainable development of tropical forests. Based in Yokohama, Japan, he served the ITTO for 13 years and contributed to its establishment and development into a respected global organisation.

Dato' Dr. Freezailah has attended 5 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have ny convictions for any offences within the past ten (10) years, other than traffic offences, if any.

DATO' DR. FREEZAILAH BIN CHE YEOM

Independent Non-Executive Director

ENCIK MEGAT ABDUL MUNIR BIN MEGAT ABDULLAH RAFAIE

Independent Non-Executive Director

Encik Megat Abdul Munir bin Megat Abdullah Rafaie, a Malaysian, aged 46, was appointed to the Board on 01 August 2012. He was appointed by the Board as a member of the Audit Committee, Nomination Committee and Risk Management Committee on 01 August 2012.

He is a founding partner of the legal firm Messrs. Zain Megat & Murad and leads the Kuala Lumpur branch as well as three of the firm's practice areas. These are namely Litigation, Corporate Commercial and the Foundation Laws practice areas. He advises on foreign investments, mergers and acquisitions, listing and compliance requirements as well as queries from Bursa Malaysia Securities Berhad and the Securities Commission. Since 1999, he has been appointed as a director of a Taiwanese global multi-national company based and listed in Malaysia and entrusted to chair its Audit Committee since 2002.

A graduate in Bachelor of Laws from International Islamic University Malaysia, he was called to the Malaysian Bar in 1994.

Encik Megat Abdul Munir has attended 4 out of the 5 Board of Directors' Meetings held during the financial year ended 31 October 2015 since his appointment to the Board. He does not have any family relationship with any Director and/or major shareholder of the Company and has no conflict of interest with the Company. He does not have any convictions for any offences.

CORPORATE RESPONSIBILITY

Cypark Resources Berhad (Cypark) is steadfast in our commitment to sustainable business practices. We continually strive to create enduring value by enabling a nation powered by clean energy through utilisation of integrated green technology. Cypark not only offers eco-efficient solutions that provides renewable energy, at a competitive cost, but strives for minimal environmental impacts. With this in mind, we have anchored our corporate responsibility efforts on a framework supported by four main pillars for ensuring sustainability: Market Place, Work Place, Community and Environment.

MARKETPLACE WORKPLACE COMMUNITY ENVIRONMENT

MARKETPLACE

Cypark's renewable energy (RE) parks feature not just reduction of greenhouse gas (GHG) emissions and other pollutants by displacing conventional generation, but include a commitment to responsible land use. This minimises impacts of our RE projects across their life cycle.

Case in point would be our Agriculture Integrated Photo Voltaic (AIPV) system. This foremost research and development (R&D) goals of Cypark in 2014 bore fruit in early 2015 when a patent for the AIPV system was filed in Malaysia and other countries within the Asian region. The pioneering project support two valuable commodities: food crops and solar energy. Through innovative dual-utilisation of land area, AIPV features an agriculture farm integrated within Cypark's 7MWh solar park in Kg Wai, Perlis, Malaysia.

Another responsible land use can be seen from the launch of Cypark's Solid Waste Modular Advance Recovery and Treatment Systems **(SMART)** project in Ladang Tanah Merah, Negeri Sembilan. As Malaysia's pioneering green field waste management project under the government promoted Public Private Partnership scheme, the project was fully developed through Private Funding Initiatives.

SMART is an integrated Municipal Solid Waste treatment and disposal solution developed internally by Cypark's researchers, offering unparalleled energy recovery performance with full compliance to Malaysia's stringent Environmental Standards. **SMART** is designed to optimise land use whereby the integration of the four key elements – sanitary landfill, waste segregation, Fully Anaerobic Bioreactor System (FABIOS) and WTE - will open up opportunities for optimal recovery of materials and fuel resources with high level of efficiency and effectiveness. Less than 15% of the processed waste is eventually landfilled within the site in the form of inert waste. This integrated method can increase the lifespan of the landfill to be more than doubled that of other typical sanitary landfill. Our partnerships with renowned green technology companies afford us access to operational, industry-leading module recycling services.

With a commitment to sustainable product life-cycle management and corporate responsibility, Cypark is creating enduring value every day – environmentally, socially and economically.

WORKPLACE

In our rapidly changing energy industry, maintaining and improving employee engagement is vital to attract and retain talented employees and, ultimately, to optimise business results.

Cypark runs a structured induction programme for all new employees. It includes receiving a comprehensive information and welcome pack, completing compulsory compliance training modules and attending Welcome Day with top management and Head of Departments. Our Buddy System facilitates to solidify the induction programme and ease a new hire's transition into the organisation. Cypark's mentoring programme is aimed at expediting exchange of ideas by removing restrictions resulting from hierarchic levels, divisions or job functions. Every employee can become a mentor or mentee to promote an unlimited and interdisciplinary one-on-one exchange of ideas.

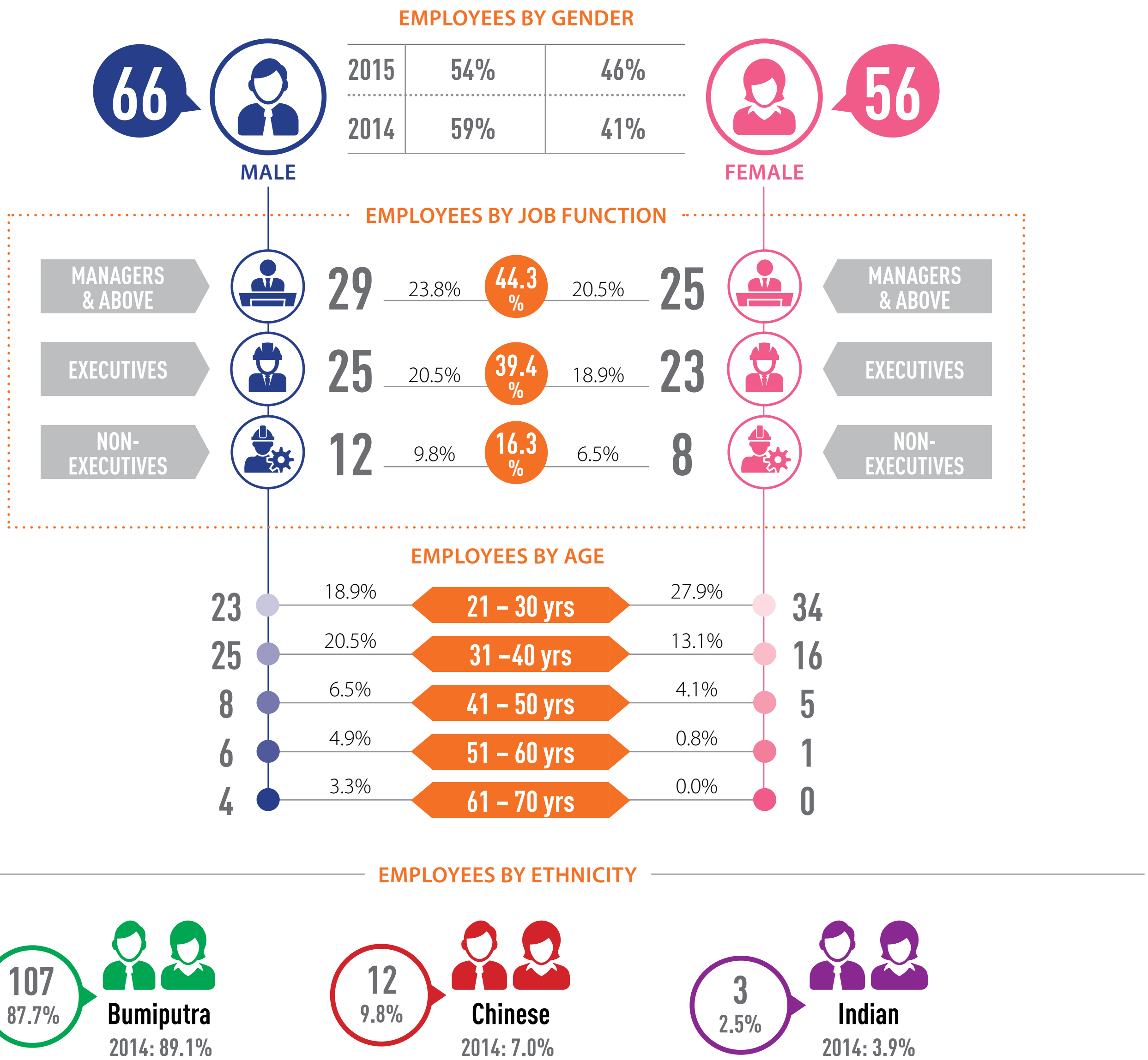
Our employees work in an environment that offers both challenging tasks and a variety of training and development programmes. Performance expectations, fulfilment of tasks, individual development plans and progress are identified in regular employee reviews. By promoting each employee's individual goals, abilities and skills, we increase the performance of individual employees and that of the

CORPORATE RESPONSIBILITY

whole company. Additionally, our performance management process is the main instrument used to systematically identify, complement and promote potential and talent within our employees. It includes setting individual performance objectives and assessing the performance and abilities of employees, which is done by managers. It also gives the company an overview over its pool of talent; providing the basis for promoting internal talent using appropriate training measures.

Through our rigorous hiring process, gender diversity in our talent pool have been fairly balanced.

AS OF DECEMBER 2015



CORPORATE **RESPONSIBILITY**

COMMUNITY

Cypark is aware that our corporate actions affect our local communities. We are committed to being a good neighbour and responsible partner in local communities where we operate. Through partnership with relevant stakeholders, emphasis is placed on programmes that focus on environment-based education initiatives, access to clean energy and furthering the development of innovative and green technologies.

Our *Renewable Energy Awareness Programme* (REAP) is going into its fifth year. With the tagline "REAP for Your Future, Today" the program aims to enhance public consciousness towards more sustainable patterns of consumption and production. The programme's objective is to engage all levels of society with the intention to increase awareness about the environment, climate change adaptation and mitigation, conserving natural resources, and the role of green growth in raising productivity. With a vision of instilling a sense of shared responsibility among all stakeholders, the programme hopes for an outcome whereby better knowledge and awareness will ultimately lead to changes in mind set, behaviour and habits.

For our AIPV project, in addition to selling the fruit in its raw form, Cypark has also established local partnerships with micro and small entrepreneurs to produce downstream agro-based products under the brand name eFRUTZ.

Charitable giving further supports our good neighbour initiatives. For example, our Community Welfare Solar Programme (CWSP) is the most unique aspect of the AIPV Project. Through CWSP, Cypark would contribute 10% of the annual income from the 1 MWh solar park or RM40,000 annually to assist the bottom 40 per cent household income group (B40 household) for the duration of the project, 21 years. Its first year contribution were channelled to four charity organisations in Perlis: Rumah Seri Kenangan Kangar, Pusat Pemulihan Dalam Komuniti, Pertubuhan Kebajikan Anak Yatim Perlis dan Majlis Pusat Kebajikan Semenanjung Malaysia (Cawangan Perlis).


Part of FFRC system at SK Sri Suria, Kelantan

CORPORATE RESPONSIBILITY

In January 2015, a team of Cypark's engineers were at hand to provide assistance to the flood victims of Kelantan at four sites in Manek Urai by installing its Fully Functional Relief Centre (FFRC) system which consists of solar powered lights and water purification system.

26 January 2015, *The Star* – Chipping in to flood victims' aid

Chipping in to flood victims' aid

ENVIRONMENT

Cypark's holistic approach to sustainability is accomplished through the environmental aspect, our specialty. We aim to consistently make the most of the business opportunities that arise while at the same time meeting our environmental aspirations. Solar energy, currently, offers the highest global potential for electricity generation among renewable energy sources[1], making it a crucial form of green technology for both, climate change mitigation, and the development of a low carbon economy.

Five safely closed landfill sites converted by Cypark into solar farms, to date (up till 31 January 2016), have generated and exported more than 113,068 MWh (113.1 GWh) of green power to the national grid through the Feed-in-Tariff scheme.

Year	Total Renewable Energy Generation at safely closed landfill (Megawatt Hour, MWh)	Total Renewable Energy Generation at safely closed landfill (Gigawatt Hour, GWh)	Annual Avoidance of Carbon Dioxide Equivalence (CO^2_{eq}) in Tonnes	Annual Avoidance of Greenhouse Gas (Methane – CH_4**) in Tonnes *** Methane are 21 times more potent than CO[2]*	Total Connected Load (TCL)
JAN TO DEC 2012	9,408.43	9.41	6,491.82	309.13	18.0MWh
JAN TO DEC 2013	24,755.78	24.76	17,081.49	813.40	22.3MWh
JAN TO DEC 2014	37,319.21	37.32	25,750.25	1,226.20	29.3MWh
JAN TO DEC 2015	37,609.14	37.61	25,950.30	1,235.73	30.4MWh
TOTAL 2012 – 2015	**109,092.56**	**109.10**	**75,273.86**	**3,584.46**	**30.4MWh**

Minimising landfilling, through our **SMART** project, is like retrieving low hanging fruits for climate protection. This is because diversion from landfill is the main contributor to GHG mitigation in the waste management sector. Our **SMART** integrated waste management solutions provide both effective and clear targets to divert recyclable and recoverable waste from landfills assisting Malaysia to achieve a sustainable circular economy as well as national green growth targets. Additionally, it prioritises reuse, material recycling and energy recovery instead of landfilling; thus contribute significantly to national GHG mitigation goals. Moreover, with our experience in solar farm development, we have brought additional renewable energy component into the plant where the area utilises solar street lights and the roof of our building are also installed with solar. While for some specific waste streams, landfilling will still be an option, a huge amount could be used in a better way than dumping all waste into landfills. Synergy effects are more efficient resource use and the reduction of environmental impacts on human health and ecosystems.

1 *Edenhofer, O., et al., 2011: Summary for Policy Makers. In IPCC Special Report on Renewable Energy Sources and Climate Change Mitigation, Cambridge University Press, New York, NY, USA.*

POWERING SUSTAINABILITY

AGRICULTURE INTEGRATED PHOTOVOLTAIC (AIPV)

AGRICULTURE INTEGRATED PHOTOVOLTAIC (AIPV), also known as agri-solar, is a pioneering project which features an agriculture farm integrated within the solar park. With patent filed under the name Agriculture Integrated Photovoltaic (AIPV), the project takes advantage of state of Perlis abundant sunlight by utilising it to support two valuable commodities: food crops and solar energy. This far-sighted strategy sees the co-existence of solar structures renovated into enclosed agriculture planting areas, similar to green house, providing a solution to land constraint issues while creating an additional benefit to the area:- efficient land optimisation.

AIPV adopts modern farm technology and sustainable nature-friendly method such as fertigation system, reflector system, rain water harvesting, as well as the use of biological organic micro-organisms.

FAST FACTS FOR 1MWh – AIPV Project

Location	»	Kg Wai, Kuala Perlis, Perlis
Installed Capacity	»	1.075MWh
Power Purchase	»	Tenaga Nasional Berhad (TNB)
REPPA with TNB	»	21 Years
Facility Size	»	Five (5) Acres
Project Developer, Technology Provider and Operator	»	Cypark Renewable Energy Sdn Bhd

POWERING SUSTAINABILITY

Investment:
17 MILLION

First Cycle of Agriculture Planting Started on:
15 DEC 2014

Renewable Energy Project Started on:
03 JUL 2014

Renewable Energy Commercial Operation Date:
24 DEC 2014

Number of Solar Panels:
3344

1409MWh
Annual Generation from Solar PV to Power:
1114 basic homes

1409MWh
Annual Generation from Solar PV is equivalent to:
630 tonnes
of coal for the price of
USD 48,038***
Price calculations based on Enerdata website on 10/9/2013

COAL

Achieving Annual Avoidance of:
972 tonnes
of carbon dioxide equivalent (CO^2_{eq}) for 21 years

Reducing Annual Greenhouse Gas (Methane) by:
46 tonnes
of Methane** avoided for 21 years
(**Methane is 21 time more potent than carbon dioxide)

630 tonnes
of coal is approximately equivalent to weight of:
5250
Endangered Malayan Tigers

INNOVATIVE COMPONENTS OF AIPV OR AGRI-SOLAR CONCEPT. MAIN FEATURES:

- **"Land Sharing, Cost Sharing" Approach**
- **Innovative Sunlight Control and Input Distribution System**
- **Modern Fertigation System**
- **Integrated Rain Harvesting System**
- **Environment Friendly Management and Operation System**

EFRUTZ

- **Upstream Activities**
  - Fruit and other crop sold locally or for export
- **Downstream Activities:**
  - Agro-based products developed to trickle more sustainable economic activities

SOLID WASTE MODULAR ADVANCE RECOVERY AND TREATMENT SYSTEMS (SMART) PROJECT

LOCATION: LADANG TANAH MERAH, NEGERI SEMBILAN

- Nation's pioneering green field waste management project under the government promoted Public Private Partnership (PPP) scheme
- Developed fully using Private Funding Initiatives (PFI).

An integrated Municipal Solid Waste (MSW) treatment and disposal solution developed internally by Cypark's researchers, offering unparalleled energy recovery performance with full compliance to Malaysia's stringent Environmental Standards.
SMART major highlights are:

- Integration of four key elements of green technologies:
  1. SMART Sanitary Landfill
  2. SMART Waste Segregation
  3. SMART Fully Anaerobic Bioreactor System (FABIOS)
  4. SMART WTE

POWERING **SUSTAINABILITY**

- Designed to optimise land use whereby the integration of the four key elements will open up opportunities for the better recovery of materials and fuel resources with high level of efficiency and effectiveness.
    - Less than 15% of the processed waste is eventually landfilled within the site in the form of inert waste.
    - This integrated method can increase the lifespan of the landfill to be more than doubled that of other typical sanitary landfill.
- Capable of generating efficient green power and meets Malaysia's Environmental Standards
    - Developed based on proven technology through Cypark's technical collaboration with Hitachi-Zosen Japan and Borsig, Germany which is controlled by KNM Berhad. The same technologies have been implemented successfully worldwide including in Singapore, Japan and European countries.
- An integrated waste management solution that provide both effective and clear targets to divert recyclable and recoverable waste from landfills assisting Malaysia to achieve a sustainable circular economy as well as national green growth targets.
- Prioritises reuse, material recycling and energy recovery instead of landfilling; thus contribute significantly to national GHG mitigation goals.
- The area utilises solar street lights and the roof of office building are also installed with solar.

POWERING **SUSTAINABILITY**

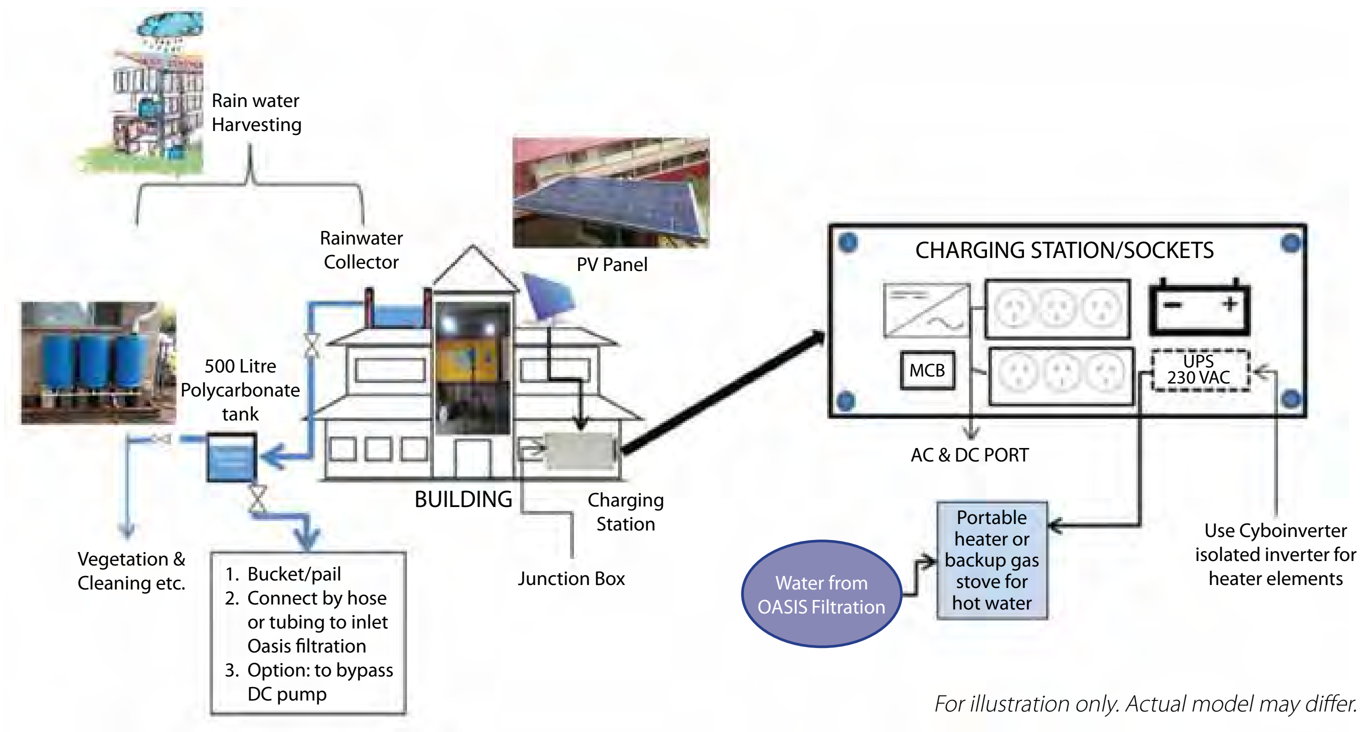
FULLY-FUNCTIONAL RELIEF CENTRE (FFRC)

When disaster strikes, the immediate needs are obvious: food, water, shelter, and medical supplies. But none of these necessities will reach survivors without the largely invisible power and communication networks that must be set up quickly to enable relief workers to save lives.

In Malaysia, several states endures debilitating floods each year. Effective response time is the key to saving lives and setting a course to recovery.

Recognising the crucial link between power and communication networks for humanitarian relief efforts, researchers at Cypark have developed a robust Fully Functional Relief Center (FFRC) Solution to solve three crucial problems confronting first responders upon arrival at any disaster site: power supply, communication and clean water.

The FFRC provides first responders, authorities and disaster evacuees with ready power supply, eliminating dependence on conventional back up power supply such as a generator set, while providing the means to install communication networks as well as utilisation of a water purification system.



For illustration only. Actual model may differ.

SUCCESS – IN SUMMARY

Bukit Palong Integrated Renewable Energy Park

Kuala Perlis Agriculture Integrated PV (AIPV) Farm

Kuala Sawah Renewable Energy Park

Pajam Integrated Renewable Energy Park

SMART WTE Ladang Tanah Merah Negeri Sembilan

Rimba Terjun Renewable Energy Park

Rooftop Solar System SMK Damansara Utama, Selangor

Rooftop Solar System SK Kuala Gula, Perak

CORPORATE GOVERNANCE

CORPORATE GOVERNANCE STATEMENT

INTRODUCTION

The Board is committed to ensure that a high standard of corporate governance is practised throughout the Company and its subsidiaries **("the Group")** in discharging its responsibilities with integrity, transparency and professionalism to protect and enhance shareholder value and the financial position of the Group. The Board has always been vigilant of the fiduciary duties entrusted upon the Board as a principle guide in discharging its duties.

The Board recognises the importance of good corporate governance and supports the principles and best practices promulgated in the Malaysian Code on Corporate Governance 2012 **("the Code")** to enhance business prosperity and maximise shareholder value. The Board will continuously evaluate the Group's corporate governance practices and procedures, and where appropriate will adopt and implement the best practices as enshrined in the Code to the best interest of the shareholders of the Company. As such, the Board plays a primary role in ensuring that good corporate governance is being practised.

Below is a statement and description in general pursuant to Paragraph 15.25 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad **("Bursa Securities") ("MMLR")** on how the Group has applied the principles and recommendations as laid out in the Code throughout the financial year ended 31 October 2015.

PRINCIPLE 1:
ESTABLISH CLEAR ROLES AND RESPONSIBILITIES OF THE BOARD AND MANAGEMENT

Clear Functions of The Board and Management

The Group is led by a competent and experienced Board that is made up of Directors with appropriate competencies, knowledge and experiences from diverse sectors and also in the Group's core businesses. There is a clear division of roles and functions between the Board and the Management in managing the Group. The Board is responsible for oversight and overall governance of the Group to ensure that the strategic plans of the Group is implemented and the accountability is monitored effectively whilst the Management is responsible for the day-to-day operations of the business and effective implementation of the plans and goals decided by the Board. The Board reviews Board papers and comes prepared to discuss the Group's business and operations. Non-executive Board members also individually communicate with the Management as and when the need arises.

Clear Roles and Responsibilities of The Board

The Board provides effective leadership and manages overall control of the Group's affairs through the schedule of matters reserved for its decision. The Board guides the Company on its short and long term goals, provides advice, reviews and approves strategies formulated by the management and deliberates on business development issues while providing balance to the management of the Company.

The Board has established its roles and responsibilities in discharging its fiduciary duties and leadership functions. The responsibilities of the Board in discharging its duties are as follows:-

- reviewing and adopting a strategic plan for the Group, including establishing goals, ensuring that strategies are in place to achieve them, and overseeing the conduct of business

- establishing policies for strengthening the performance of the Group including ensuring that the Management is proactively seeking to build the business through innovation, initiative, technology, new products and the development of its business capital
- identifying principal risks and ensuring the implementation of appropriate systems to manage these risks
- succession planning, including appointing, training, fixing the compensation of and where appropriate, replacing senior management
- reviewing the adequacy and the integrity of the Company's internal control systems and management information systems, including systems for compliance with applicable laws, regulations, rules, directives and guidelines
- deciding on whatever steps are necessary to protect the Company's financial position and the ability to meet its debts and other obligations when they fall due, and ensuring that such steps are taken
- ensuring that the Company's financial statements are true and fair and conform with any applicable laws and/or regulations
- ensuring that the Company adheres to high standards of ethics and corporate behavior, which is formalised through a code of conduct
- overseeing the development and implementation of a shareholder communications policy

Code Of Conduct And Ethics

The Board is committed in maintaining a corporate culture which engenders ethical conduct. The Group has established and endeavours to upkeep the Code of Conduct for the Board and its employees, which summarises what the Group must endeavor to do proactively in order to increase corporate value, and which describes the areas in daily activities that require caution in order to minimise any risk that may occur.

Diversity Policy

The Group strives to maintain an environment that embraces diversity of our workforce, not only gender, but also age and ethnicity. Ensuring diversity helps create a positive environment where all employees have the opportunity to reach their full potential and maximise their contributions to the Group's mission.

The workforce demographics of the Group are illustrated on page 17 of the "Corporate Responsibility" section.

Promote Sustainability

The Board ensures that the Company's strategies promote sustainability with attention given particularly to environmental, social and governance **("ESG")** aspects of business which underpin sustainability. The Board understands that balancing ESG aspects with the interests of various stakeholders is essential to enhancing investor perception and public trust. Disclosures on corporate responsibility are presented under "Corporate Responsibility" of this Annual Report and also published on the Company's website at *www.crbenv.com*.

Access to Information and Advice

To facilitate Board meetings, notices of meetings together with the agenda, minutes of previous meetings, financial reports and board papers are provided to the Board at least three (3) days in advance of each meeting. Ample opportunities have been provided to the Board to review the information provided, to make enquiries and to obtain information and clarification if necessary.

CORPORATE GOVERNANCE STATEMENT

The Board is provided with access to information concerning the Company and the Group to enable them to carry out their duties effectively as Directors. The Board members have access to the advice and services of the Company Secretaries and the Senior Management of the Group either as a full Board or in their individual capacity in order to better discharge their duties and responsibilities. Where necessary, and upon Board discussion and agreement at any point in time, the Board may engage independent professional advice at the Group's expense on specialised issues to enable the Board to discharge its duties with adequate knowledge on the matters being deliberated.

Qualified and Competent Company Secretaries

The Board has access to the advice and services of the Company Secretaries who are suitably qualified under Section 139A of the Companies Act, 1965 **("the Act")**, and competent. The Board is satisfied with the performance and support rendered by the Company Secretaries, who play a vital role in advising the Board concerning all corporate governance matters. The Company Secretaries are also responsible to ensure that Board meeting procedures are followed, and the applicable statutory and regulatory requirements are complied with.

The Company Secretaries ensure that all Board and Board Committee deliberations and resolutions are properly and accurately minuted and will update the Board regularly on any regulatory changes and developments in corporate governance.

Board Charter

The Board has established clear functions reserved for the Board and those delegated to the Management and this is documented in the Board Charter, which is published on the Company's website since 2014. The Board and the Management's roles and responsibilities are set out clearly and understood to ensure accountability of both parties respectively.

Any amendment to the Board Charter can only be approved by the Board. The Board Charter is reviewed periodically to ensure that the dynamic needs of the Group are consistently met.

PRINCIPLE 2 : STRENGTHEN COMPOSITION

In discharging the duties, the Board is assisted by the Board of Committees, namely the Audit Committee, Nomination Committee, Remuneration Committee and Risk Management Committee. Each Committee operates within its respective Terms of Reference **("TOR")**, which have been approved by the Board.

The TORs are periodically reviewed and assessed by the Board of Committees to ensure the TORs remain relevant and adequate in governing the functions and responsibilities of the Committees.

Board Committees

i. Audit Committee

The Board is currently assisted by the Audit Committee whose Terms of Reference are summarised as set out in the ensuing pages under the heading of "Audit Committee Report".

ii. Risk Management Committee

The Risk Management Committee comprises three (3) Independent Non-Executive Directors. The principal objective of the Risk Management Committee is to assist the Board in their responsibilities to identify, measure, control and monitor risks that will promote high asset quality and cost effective solutions to its clients.

The members of the Risk Management Committee are:-

Datuk Abdul Malek bin Abdul Aziz	Chairman, Independent Non-Executive Director
Encik Headir bin Mahfidz	Member, Independent Non-Executive Director
Encik Megat Abdul Munir bin Megat Abdullah Rafaie	Member, Independent Non-Executive Director

The Risk Management Committee shall meet at least four (4) times a year and as and when deemed fit, necessary and expedient.

iii. Nomination Committee

As at the financial year ended 31 October 2015, the Nomination Committee comprises three (3) Independent Non-Executive Directors. The Nomination Committee is governed by its own TOR approved by the Board, and is responsible for proposing new nominees, if required and relevant, for the Board's approval and appointments and assessing existing Directors on a current and also on-going basis. In making these recommendations, the Nomination Committee will consider the required mix of skills, technical know-how, capabilities, experiences and independence of each member.

The actual decision as to who shall be nominated should be the responsibility of the full Board after considering the recommendations of the Committee.

The members of the Nomination Committee are:-

Dato' Dr. Freezailah bin Che Yeom	Chairman, Independent Non-Executive Director
Encik Headir bin Mahfidz	Member, Independent Non-Executive Director
Encik Megat Abdul Munir bin Megat Abdullah Rafaie	Member, Independent Non-Executive Director

The Nomination Committee shall meet at least once a year as and when deemed fit, necessary and expedient. In the discharge of its duties for the financial year ended 31 October 2015, the Nomination Committee had reviewed each of Director, including the GCEO, to assess the character, experience, integrity, competence and time that can be committed by each of the said persons to effectively discharge his role as a director or chief executive, as well as the Committees of the Board, through a comprehensive assessment system based on recommended best practices/criteria and facilitated by the Secretaries, where the results are deliberated upon and reported to the Board accordingly. The Nomination Committee had also reviewed the criteria adopted for such assessment to ensure that it is current and relevant. The Nomination Committee had also reviewed the training programmes for the Board and facilitated Board induction and training programmes.

CORPORATE GOVERNANCE STATEMENT

In regards to board composition, the Board endeavours to ensure that it consists of individuals with a diverse background and equipped with professional and technical knowledge to effectively carry out its roles as the representative to the interests of shareholders in setting the Company's strategy and ensuring its implementation. The qualifications for Board membership are the ability to make sensible business decisions and recommendations, an entrepreneurial talent for contributing to the creation of shareholder value, the ability to see the wider picture, the ability to raise constructive queries, preferably with some experience in the industry sector, high ethical standards, sound practical sense, and commitment to furthering the interests of shareholders and the achievement of the Company's goals.

In appointing an appropriate individual to the Board, the Nomination Committee will first consider and recommend to the Board the suitable candidate for directorship taking into consideration the candidate's experience, competency, character, time commitment, integrity and potential contribution to the Group. Upon appointment to the Board, all new Directors are required to undergo a comprehensive induction programme to fully understand the operation of the Group and also the expectation.

iv. Remuneration Committee

The Remuneration Committee comprises two (2) Independent Non-Executive Directors and one (1) Executive Director. The Remuneration Committee is responsible for making recommendations to the Board on the appropriate remuneration packages and benefits based on their acquired skills, technical know-how, experiences and capabilities of the new nominees (if any) and of the current Executive Directors and to review each of their respective annual remuneration packages.

The members of the Remuneration Committee are:-

Dato' Dr. Freezailah bin Che Yeom	Chairman, Independent Non-Executive Director
Tan Sri Razali bin Ismail	Member, Executive Director
Datuk Abdul Malek bin Abdul Aziz	Member, Independent Non-Executive Director

The Remuneration Committee shall meet at least once a year and as and when deemed fit, necessary and expedient.

Directors' Remuneration

The remuneration of the Executive Directors are determined fairly based on the performance and the profitability of the Group as a whole. The Directors' remuneration is at the discretion of the Board, taking into account the comparative market rates which commensurate with the level of contribution, experience and participation of each Director. The overriding principle adopted in setting the remuneration packages for the Executive Directors by the Remuneration Committee is to ensure that the Company attracts and retains the appropriate Directors of the caliber needed to run the Group successfully.

The determination of the remuneration for Non-Executive Directors is a matter of the Board as a whole. The level of remuneration for Non-Executive Directors reflects the amount paid by other comparable organisations, adjusted for the experience and levels of responsibilities undertaken by the particular Non-Executive Directors concerned. The remuneration package of Non-Executive Directors will be a matter to be deliberated by the Board, with the Director concerned abstaining from deliberations and voting on deliberations in respect of his individual remuneration. In addition, the Company has also undertaken steps in reimbursing reasonable out-of-pocket expenses incurred by all the Non-Executive Directors in the course of their duties as Directors of the Company.

Remuneration paid or payable or otherwise made available to all Directors of the Company who have served during the financial year ended 31 October 2015 is tabulated as follows:-

	Executive Directors (RM)	Non-Executive Directors (RM)	Total (RM)
Salaries & other emoluments	3,404,600	-	3,404,600
Fees	-	429,000	429,000
Benefit in kind/others	401,252	-	401,252

The number of Directors of the Company who served during the financial year and whose remuneration from the Group fall within the following bands are as follows :-

	Number of Directors	
Range of Remuneration	**Executive**	**Non-Executive**
RM50,001 – RM100,000	-	2
RM100,001 – RM150,000	-	2
RM1,400,000 – RM1,500,000	1	-
RM2,300,000 – RM2,400,000	1	-

Boardroom Diversity

The Board has skills and experience ranging from Environmental Industries, Management, International Business, Oil and Gas, Waste Management, Accounting, Law, International Relations, Forestry and Ecology.

The Board believes that candidature to the Board should be based on a candidate's merits but in line with the Code, the board will consider females onto the Board in due course to bring about a more diverse perspective.

PRINCIPLE 3 : REINFORCE INDEPENDENCE

Review of Directors' Independence

The Board recognised the importance of independence and objectivity in decision making. The Nomination Committee reviews the independence of the Independent Directors annually. In addition to the annual review, the Independent Directors also submits an annual declaration regarding his independence.

Tenure of Independent Directors

The Board does not have any Independent Director who has served more than nine (9) years as at the date of this Statement, calculated consecutively or cumulatively.

CORPORATE GOVERNANCE STATEMENT

The Board notes the Code's recommendation in relation to limiting the tenure of Independent Director to nine (9) years of service. However, the Board believes that a Director's independence cannot be determined solely based on the tenure of service as the tenure of service does not interfere with their exercise of judgment and ability to act in the best interest of the Group. The Board may, in appropriate case and subject to the assessment of Nomination Committee, retain an Independent Directors who has served a consecutive or cumulative term of nine (9) years to continue to service as Independent Directors subject to shareholders' approval.

Separation of Positions of the Chairman and Chief Executive Officer (CEO)

The positions of Chairman and CEO have always been held by different individuals. There is a clear division of responsibilities between the two roles to ensure that there is an appropriate balance of power and authority to facilitate efficiency and expedite decision making.

Currently, Yg Bhg Tan Sri Razali bin Ismail, a Non-Independent Executive Director, chairs the Board while the position of Group CEO (GCEO) is held by Dato' Daud bin Ahmad. The Chairman is responsible to lead the Board and ensure the effectiveness of the Board. His executive position also lends advantage as he acts as an informal link between the Board and the Management and since he is in an executive position, he is better able to control and align management action to Board decision and strategy. The GCEO focuses on the business, organisational effectiveness and day-to-day management of the Group and also to report, clarify and communicate matters to the Board.

Composition Of The Board

The Board currently has six (6) members comprising two (2) Executive Directors and four (4) Independent Non-Executive Directors. This strong and independent element brings an objective and independent judgment to the decision-making process of the Board and is vital to the effective stewardship of the Group. The biographical details of the Board members are set out in the Board section under the heading of "Board of Directors' Profile".

All four (4) Independent Non-Executive Directors who represent two third (2/3) of the Board are independent of management and free from any businesses or relationships which could materially interfere with the exercise of their independent judgments.

The two (2) Executive Directors bring with them a wide range of business experiences, financial and economic knowledge, technical skills, and other knowledge and experience in the fields that are related to environmental technology, engineering solutions and integrated landscape services, as well as business management, operations and administration within the Group. The said Executive Directors are responsible for implementing the policies and decisions of the Board, and overseeing the operations, as well as coordinating the development and implementation of business and corporate strategies.

There is proper balance in the Board with the presence of the four (4) Independent Directors, being a majority of the Board since the Chairman is not independent, with the necessary caliber to carry sufficient weight in Board decisions through various discussions within the Group. They play a key role in providing unbiased and independent views, advice and contributing their knowledge and experience toward the formulation of policies and in the decision-making process. The Board structure ensures that no individual or group of individuals dominates the Board's decision-making process. Although all the Directors have equal responsibility for the Company and the Group's operations, the role of the Independent Directors are particularly important in ensuring that the strategies proposed by the Executive Directors are deliberated on and have taken into account the interest, not only of the Company, but also that of the shareholders, employees, customers, suppliers and the community.

The Board undertakes an assessment of its independent directors annually. Some of the criteria in the assessment include the following:-

- continue to fulfill the definition of an independent director as set out under Paragraph 1.01 of MMLR;
- never engaged in any transaction with the Group under circumstances as prescribed by Bursa Securities;
- not accepting compensation from the Group, other than compensation for board service for the current financial year ended 31 October 2015; and
- not having relationship which would interfere with the exercise of independent judgement in carrying out the function as a director or a member of board committee.

The Board has identified Dato' Dr. Freezailah bin Che Yeom to be the Senior Independent Non-Executive Director to whom concerns may be conveyed by shareholders and the general public.

Re-Election Of Directors

One third (1/3) of the Board members, including the Executive Chairman and GCEO, are required to retire by rotation at least once in every three (3) years at the Annual General Meeting and where eligible, be subject to re-election by the shareholders.

In accordance with Article 84 of the Articles of Association, Encik Megat Abdul Munir Bin Megat Abdullah Rafaie shall retire by rotation and be subjected to re-election at the forthcoming Eleventh Annual General Meeting.

Pursuant to Section 129(6) of the Companies Act, 1965, Tan Sri Razali bin Ismail, Dato' Dr. Freezailah bin Che Yeom and Datuk Abdul Malek bin Abdul Aziz, who are over seventy (70) years of age, shall be subject to re-appointment at the forthcoming Eleventh Annual General Meeting.

PRINCIPLE 4 : FOSTER COMMITMENT OF THE DIRECTORS

Board Meeting

The Chairman of the Board is responsible for ensuring that the Board members meet regularly throughout the year. The Board is to meet at least four (4) times in a year, with additional meetings convened whenever urgent/necessary and whenever important decisions are required. Board meetings are generally scheduled in advance with the relevant time and venue fixed tentatively on a certain date. Board members are aware of the expected time commitment and protocols for accepting new directorships.

Formal notices, agendas, papers and reports are supplied to the Board in a timely manner prior to Board meetings. The Board is supplied with all necessary information to enable it to effectively discharge its duties and responsibilities. Besides holding of Board meetings, the Board also exercises control on issues/matters that require immediate Board approval through the circulation and passing of Directors' Circular Resolutions pursuant to the relevant Article of Association of the Company.

CORPORATE GOVERNANCE STATEMENT

The requisite quorum for Board meetings as set out in the Articles of Association are two (2) members, unless otherwise determined by the Board from time to time. All conclusions or decisions of the Board are duly recorded in the Board minutes. The Board met five (5) times during the financial year ended 31 October 2015 in the discharge of its duties and responsibilities in the control and monitoring of the operations and development of the Group. The attendance record of the Directors during the financial year ended 31 October 2015 was as follow:-

Directors	Attendance
Tan Sri Razali bin Ismail	5 out of 5
Dato' Daud bin Ahmad	5 out of 5
Dato' Dr. Freezailah bin Che Yeom	5 out of 5
Encik Headir bin Mahfidz	5 out of 5
Encik Megat Abdul Munir bin Megat Abdullah Rafaie	4 out of 5
Datuk Abdul Malek bin Abdul Aziz	4 out of 5

Directors' Training

Pursuant to Paragraph 15.08 of the MMLR, the Company and its Group acknowledges the fact that continuous education is vital for the Board members to gain insight into the state of economy, technological advances in their core businesses, latest regulatory developments and management strategies. This additional knowledge will enable the Board members to discharge their roles, duties and responsibilities more effectively.

The Board has undertaken an assessment of the training needs of each of its Directors and ensured that all its members undergo the necessary training programmes as prescribed and other training programmes to enable the discharge of duties effectively.

The Directors are also encouraged to attend continuous education programmes/seminars/conferences and shall as such receive further training from time to time to keep themselves abreast of the latest development in statutory laws, regulations and best practices, where appropriate, in line with the changing business environment and the need to be cognisant of commercial opportunities and risks as well as to be adequately equipped to execute judicious decision-making.

During the financial year ended 31 October 2015, all the directors have attended at least one training programme. Amongst the various attended by the Directors during the financial year ended 31 October 2015 were as follows:-

Conference / Seminar / Forum / Discussion / Workshop / Training	Organiser	Date
The Importance of the UN and the Efforts of Diplomacy	IGB International School	9 January 2015
International Conference on Decolonisation Leadership & Knowledge Democracy	University of Nottingham Campus	26 January 2015
Interview on Malaysia in UNSC	RTM	26 January 2015
The Green Tech Award 2014	Malaysian Green Technology Corporation	29 January 2015
CIMB Commercial Banking Customer Appreciation Talk & Dinner with Dato' Sri Nazir Razak & Tengku Dato' Zafrul	CIMB Bank	12 February 2015
Mind Transformation Seminar: Excellent Solid Waste Management Practices	PPSPPA	24 February 2015
Sustainable Energy for Malaysia	KeTTHA	10 March 2015
"Your Personal Experience" and "Diplomacy in Modern Global Politics : Finding a Solution"	International Islamic University Malaysia	12 March 2015

Conference / Seminar / Forum / Discussion / Workshop / Training	Organiser	Date
Discussion on What does ASEAN mean to you	Razak School of Government (RSOG)	18 March 2015
Forum on Challenges Transforming into a High Income Developed Nation	University of Nottingham	8 April 2015
Discussion on Malaysia's Role in the UN Security Council	Institute of Diplomacy & Foreign Relations	15 April 2015
Forum on Peace with Justice – Constructing the Road Map	Kuala Lumpur Foundation to Criminalise War	18 April 2015
Seminar on Enterprise Risk Management	Tricor Roots Consulting	29 April 2015
International Seminar on Bamboo	Malaysian Timber Industry Board	19 May 2015
ASEAN Humanitarian Crisis in SEA Seas: What are the durable solutions?	The Global Movement Moderates Foundation (GMMF) / Persatuan Promosi Hak Asasi Manusia (PROHAM)	22 May 2015
29th Asia Pacific Roundtable	The Asian Strategy & Leadership Institute (ASLI)	2 – 3 June 2015
Symposium on Timber Legality	Japanese Timber Industry	12 June 2015
Seminar on Peacebuilding National Reconciliation & Democratisation in Asia	The Ministry of Foreign Affairs (MOFA), Japan	20 June 2015
Presentation on Forest Law Enforcement, Governance and Trade (FLEGT)	UN World Trade Organisation (WTO)	22 June 2015
Interview on Tunku Abdul Rahman for documentary: Road to Nationhood	Focus Films	26 June 2015
Roundtable Discussion on Langkawi Declaration in Singapore	The Global Movement Moderates Foundation (GMMF)	29 July 2015
CG Breakfast Series with Directors: Bring the Best out in Boardroom	Bursa Malaysia	31 July 2015
48th ASEAN Foreign Ministers Meeting	Ministry of Foreign Affairs	4 August 2015
Everything You Treasure for a World Free from Nuclear Weapons	Soka Gakkai Malaysia	9 August 2015
Roundtable Discussion on Countering Violent Extremism	The Global Movement Moderates Foundation (GMMF)	17 August 2015
National Tax Conference 2015	LHDN Malaysia & CTIM	25 & 26 August 2015
Conference on Empowering Youth in Malaysia; Young & Globalised Leaders in the 21st Century	Cempaka International College	28 August 2015
Seminar on Quality Control	MIA	4 September 2015
Meeting on the Reform of the UN	The Office for Foreign Affairs of Liechtenstein and The Elders	5 – 6 September 2015
International Training Seminar on Sustainable Forest Management	Chinese Forest Administration	15 September 2015
GST Impact on Employee Benefits, Entertainment and Gifts	MIA	18 September 2015
Lecture on Malaysia as a Prominent Player in International Organisation	Maktab Pertahanan Angkatan Tentera	21 September 2015
Nurturing Excellence in the Public Sector Auditing	Auditor General of Malaysia	30 September 2015
Effective Board Evaluation – Nomination Committee Programme	Bursa Malaysia Berhad	5 October 2015
Comparative Analysis of PERS, MPERS and MFRS Framework	MIA	13 October 2015

CORPORATE GOVERNANCE STATEMENT

Conference / Seminar / Forum / Discussion / Workshop / Training	Organiser	Date
Common Offences Committed by Directors and Penalties under New Companies Bill	MIA	22 October 2015
Board Chairman Series: Tone from the Chair & Establishing Boundaries	Bursa Malaysia Berhad	22 October 2015
National Leadership Symposium	UNAM Youth Circle	23 October 2015
Counter & Alternative Narratives as Part of a Comprehensive Strategy to Combat ISIS	The Global Movement Moderates Foundation (GMMF)	27 October 2015
Networking Session with Minister and the Launching of the National Corporate Innovation Index (NCII) Rollout Initiative	Agensi Inovasi Malaysia	29 October 2015
Workshop on Role of Youth in Promoting Human Rights in ASEAN	Ministry of Foreign Affairs Malaysia	30 October 2015

PRINCIPLE 5 : UPHOLD INTEGRITY IN FINANCIAL REPORTING

Financial Reporting

The Board is committed to presenting a fair, balanced and comprehensive financial performance and prospects in all disclosures made to the shareholders and the general public. In addition to providing financial statements and annual report on an annual basis to the shareholders, the Company also presents the Group's financial results on a quarterly basis via public announcements. The Audit Committee assists the Board in scrutinising information for disclosure to ensure accuracy, adequacy and completeness of all relevant information for disclosure.

Prior to the presentation of the Company's financial statements to the Board for approval and issuance to the stakeholders, Audit Committee meetings were held to review the Company's financial statements in the presence of external auditors and the Group's Financial Controller.

With the assistance of Audit Committee, the Board will ensure that the preparation and fair presentation and disclosure in the financial statements are in accordance with the applicable Malaysia Financial Reporting Standards and the Companies Act, 1965.

The Board, through the Audit Committee, maintains a close and formal as well as a transparent arrangement and relationship with the Company's external auditors in seeking professional advice and ensuring compliance with the accounting standards in Malaysia. The Audit Committee meets the external auditors without the presence of the management twice during the year under review to further discuss on the Group's audit plans, audit findings and to exchange independent views on the matters which require their attention.

The Company's Audit Committee Report and the summary of its Terms of References are set out in the section under the heading of "Audit Committee Report".

Suitabilitiy and Independence of External Auditors

The Audit Committee continuously monitored and undertakes an annual assessment of the suitability and independence of the external auditors. The external auditors have confirmed to the Audit Committee that they are, and have been, independent throughout the conduct of the audit engagement in accordance with the terms of all relevant professional and regulatory requirements. The Audit Committee had evaluated the performance of the external auditors and made recommendations to the Board on their re-appointment and audit fee.

PRINCIPLE 6 : RECOGNISE AND MANAGE RISKS

Internal Control

The Board, through the Risk Management Committee, monitors risks and internal control via an 'Enterprise Risk Management Continued Risk Identification Monitoring and Reporting to Risk Committee/ Board', which is a comprehensive report tabling the current status, action taken and conclusion of the key risks identified, every quarter. With this, the Board is able to identify, evaluate and manage significant risks faced by the Group.

Further information on the Group's internal control is presented in the section under the heading of "Statement on Risk Management and Internal Control", which has been reviewed by the external auditors.

Internal Audit Function

The internal audit function is outsourced to a professional firm and reports directly to the Audit Committee. The head of the internal audit function or his representative attends the Audit Committee meetings to report to the Audit Committee on their findings of the effectiveness of the governance, risk management and internal control processes within the Group.

PRINCIPLE 7 : ENSURE TIMELY AND HIGH QUALITY DISCLOSURE

The Board notes that importance of timely dissemination of information to shareholders. This is achieved through accurate and timely disclosures and announcements to Bursa Securities including quarterly financial results, annual reports, annual audited accounts, circulars, general meetings and other material information. The Board strives to disclose the price sensitive information to the public as soon as practicable through Bursa Securities. These information are electronically published and can be assessed at the Bursa Securities website at www.bursamalaysia.com.

PRINCIPLE 8 : STRENGTHEN RELATIONSHIP BETWEEN THE COMPANY AND ITS SHAREHOLDERS

Annual General Meeting

The Company conducts Annual General Meetings as a principal forum of dialogue with shareholders and a major forum of opportunities for the Company to meet with individual shareholders, where necessary. The key element of the Company's dialogue with its shareholders is the opportunity to gather views of, and answer questions from both, private and institutional shareholders on all issues relevant to the Company.

At the Annual General Meeting, the Board shall present the progress and performance of the business and will encourage shareholders to participate in the discussions on the progress/performance of the Group and give their views to the Directors as well as to speak with them informally before and after the Meeting. The Executive Chairman, the GCEO, the Non-Executive Directors, the Group Finance Controller, the External Auditors, and the Secretaries will be available to respond to the shareholders' queries during the Meeting. All shareholders are advised of their rights to demand a poll vote at the commencement of the Annual General Meeting and while the Board takes cognizance that the adoption of electronic voting could facilitate greater shareholder participation, due to costs and other practicalities, the Board has yet to adopt an electronic voting system.

CORPORATE GOVERNANCE STATEMENT

Investor's Relationship

The Board acknowledges the need for shareholders to be informed on all material business developments affecting the Group's state of affairs. To ensure shareholders and investors are well informed, information are disseminated through various disclosures and announcements to Bursa Securities. This includes the timely release of quarterly financial results on the Group's performance and operations. The circulation of the Company's Annual Report and the relevant announcements made through to the Bursa Malaysia Securities Berhad and the Company's website are currently the primary means of communication between the Company, its shareholders and the general public.

Any queries from the shareholders and members of the general public, if any, received through electronic mails, phone calls or written requests are and will be referred to and handled by the Group Financial Controller and the Secretaries, who report directly to the Executive Chairman and the GCEO.

This Statement is made in accordance with a resolution of the Board of Directors passed on 07 March 2016.

AUDIT COMMITTEE REPORT

The Audit Committee was established by the Board of Directors with the primary objective to assist the Board of Directors in fulfilling its fiduciary responsibilities relating to corporate governance, system of internal controls, risk management processes and management and financial reporting practices of the Group.

MEMBERS OF THE AUDIT COMMITTEE

Dato' Dr. Freezailah bin Che Yeom	Chairman, Independent Non-Executive Director
Encik Headir bin Mahfidz	Member, Independent Non-Executive Director
Encik Megat Abdul Munir bin Megat Abdullah Rafaie	Member, Independent Non-Executive Director

TERMS OF REFERENCE

Composition

The Board shall appoint the Audit Committee members from amongst themselves, comprising no fewer than three (3) members, all of whom shall be non-executive directors, where the majority shall be independent directors.

All members of the Audit Committee should be financially literate and at least one (1) member:-

- shall be a member of the Malaysian Institute of Accountants ("MIA"); or
- if he is not a member of the MIA, he must have at least three (3) years of working experience and:
  i. he must have passed the examinations specified in Part I of the First Schedule of the Accountants Act 1967; or
  ii. he must be a member of one (1) of the associations of the accountants specified in Part II of the First Schedule of the Accountants Act 1967.
- fulfills such other requirements as prescribed by Bursa Malaysia Securities Berhad.

No alternate director shall be appointed as a member of the Audit Committee. In the event of any vacancy in the Audit Committee resulting in the non-compliance with its composition as above, the Board shall within three (3) months of the event appoint such number of the new members as may be required to fill the vacancy.

Chairman

The members of the Audit Committee shall elect a Chairman from amongst their number who shall be an independent director.

Secretary

The Secretary(ies) of the Audit Committee shall be the Company Secretary(ies).

Terms of Office

The Board of Directors of the Company shall review the term of office and performance of the Audit Committee and each of its members at least once in every three (3) years.

Meetings

The Audit Committee meetings shall regularly, with due notice of issues to be discussed, and shall record its conclusions in discharging its duties and responsibilities. In addition, the Chairman may call for additional meetings at any time at the Chairman's discretion.

AUDIT COMMITTEE REPORT

Upon the request of the external auditors, the Chairman of the Audit Committee shall convene a meeting of the Audit Committee to consider any matters the external auditors believe should be brought to the attention of the directors or shareholders.

Notice of Audit Committee meetings shall be given to all the Audit Committee members unless the Audit Committee waives such requirement.

The Chairman of the Audit Committee shall engage on a continuous basis with the Chairman of the Board, senior management such as the Group Chief Executive Officer and the Group Financial Controller, the internal auditors and the external auditors in order to be kept informed of matters affecting the Company.

The Group Financial Controller and a representative of the internal and external auditors respectively should normally attend meetings. Other Board members and employees may attend meetings upon the invitation of the Audit Committee. However, the Audit Committee shall meet with the external auditors without executive Board members present at least twice a year and whenever necessary.

Questions arising at any meeting of the Audit Committee shall be decided by a majority of votes of the members present, and in the case of equality of votes, the Chairman of the Audit Committee shall have a second or casting vote.

Minutes

Minutes of each meeting shall be kept at the registered office and distributed to each member of the Audit Committee and also to the other members of the Board. The Audit Committee Chairman shall report on the proceedings of each meeting to the Board.

Quorum

The quorum for the Audit Committee meeting shall be the majority of members present whom must be independent directors.

Objectives

The principal objectives of the Audit Committee are to assist the Board of Directors in discharging its statutory duties and responsibilities relating to accounting and reporting practices of the holding company and each of its subsidiaries. In addition, the Audit Committee shall:

- evaluate the quality of the audits performed by the internal and external auditors;
- provide assurance that the financial information presented by management is relevant, reliable and timely;
- oversee compliance with laws and regulations and observance of a proper code of conduct; and
- determine the quality, adequacy and effectiveness of the Group's control environment.

Authority

The Audit Committee shall, in accordance with a procedure to be determined by the Board of Directors and at the expense of the Company,

(a) investigate any activity within its terms of reference;

(b) have full and unlimited/unrestricted access to all information and documents/resources;

(c) obtain other independent professional advice or other advice and to secure the attendance of outsiders with relevant experience and expertise if it considers necessary;

(d) have direct communication channels with the internal and external auditors; and

(e) promptly report any matter reported to the Board that has not been satisfactorily resolved resulting in a breach of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

Duties and Responsibilities

The key duties and responsibilities of the Audit Committee are as follows:-

(a) to consider the appointment of the external auditors, the audit fee and any question of resignation or dismissal;

(b) to establish policies governing the circumstances under which contracts for the provision of non-audit services can be entered into and procedures that must be followed by the external auditors;

(c) to discuss with the external auditors the nature and scope of the audit, system of internal controls, management letter and responses and any matter the auditor may wish to discuss;

(d) to review the quarterly and year-end financial statements of the Company and the Group before submission to the Board, focusing particularly on:–

- any change in accounting policies and practices
- significant adjustments arising from the audit
- the going concern assumption
- compliance with applicable financial reporting standards and other legal requirements

(e) to do the following, in relation to the internal audit function:-

- review the adequacy of the scope, functions, competency and resources of the internal audit function, and that it has the necessary authority to carry out its work
- review the internal audit programme and results of the internal audit process and, where necessary, ensure that appropriate actions are taken on the recommendations of the internal audit function
- review the internal audit plan, consider the internal audit reports and findings of the internal auditors, fraud investigations and actions and steps taken by Management in response to audit findings
- review any appraisal or assessment of the performance of members of the internal audit function
- approve any appointment or termination of internal auditors;

AUDIT COMMITTEE REPORT

(f) to consider any related party transactions and conflict of interest situation that may arise within the Company or Group including any transaction, procedure or course of conduct that raises questions of management integrity;

(g) to report its findings on the financial and management performance, and other material matters to the Board;

(h) to consider the major findings of internal investigations and management's response;

(i) to verify the allocation of employees' share option scheme ("ESOS") in compliance with the criteria as stipulated in the by-laws of ESOS of the Company;

(j) to monitor the independence and qualification of the Company's external auditors;

(k) to review the adequacy and effectiveness of risk management, internal control and governance systems;

(l) to consider other topics as defined by the Board; and

(m) to consider and examine such other matters as the Audit Committee considers appropriate.

Frequency and Attendance of Meetings

The Audit Committee shall meet as the Chairman decides and deems necessary but not less than four (4) times in a financial year. The meeting will normally be attended by the members of the Committee and the Group Financial Controller, who is primarily charged with the duties, functions and responsibilities of the Group's finance. The presence of the external auditors will be requested, if required and the external auditors may also request a meeting if they consider it necessary.

During the financial year ended 31 October 2015, there were five (5) meetings held. The details of the attendance of each member are as follows:-

Audit Committee Members	No. of meetings attended
Dato' Dr. Freezailah bin Che Yeom	5 out of 5
Encik Headir bin Mahfidz	5 out of 5
Encik Megat Abdul Munir bin Megat Abdullah Rafaie	4 out of 5

Summary of Duties and Activities of the Committee

During the financial year ended 31 October 2015, the Committee has discharged its duties and functions effectively, and the activities carried out by the Audit Committee included, among others, the following:-

a. reviewed the audited financial statements of the Group for the financial year ended 31 October 2014 prior to the Board's approval:-
   i. changes in or implementation of any major accounting policies, if any;
   ii. significant and unusual events, if any; and
   iii. compliance with accounting standards, regulatory and other legal requirements;

b. reviewed the unaudited quarterly reports on the consolidated results and financial statements and financial results prior to the Board's approval;

c. reviewed the recurrent related party transactions of a revenue of trading nature of the Company every quarter;

d. discussed and reviewed with the external auditors, the applicability and the impact of the new accounting standards and new financial reporting regime issued by the Malaysian Accounting Standards Board, and the scope of work and audit plan for the financial year ended 31 October 2015, including any significant issues and concerns arising from the audit;

e. deliberated on major issues the external auditors raised, and to review the financial statements to which the Committee would focus on the changes in accounting policies, if any and accounting practices, significant adjustments arising from the audit, the going concern assumptions, compliance with the accounting standards and other legal requirements and compliances with the Main Market Listing Requirements of Bursa Malaysia Securities Berhad and problems and reservations arising from the interim and final external audits, if any;

f. reviewed the external audit reports and assessed the auditor's findings and the management's responses thereto and thereafter, made the necessary recommendations/changes to the Board of Directors for approval;

g. reviewed with the external and internal auditors, the adequacy of the internal control and risk management systems and evaluated the systems with the external and internal auditors;

h. met with the external auditors without the presence of the executive directors and management;

i. reviewed the suitability and independence of the external auditors in order to recommend their re-appointment;

j. reviewed the audit fees prior to the Board's approval;

k. reviewed the adequacy of the scope, functions, competency and resources of the outsourced internal auditors and that they have the necessary authority to carry out their work;

l. reviewed the internal audit plan and reports presented on the state of internal control of the Group;

m. reviewed the Statement on Risk Management and Internal Control of the Group for inclusion in the Annual Report for the year 2014;

n. reviewed and confirmed the minutes of the Audit Committee meetings;

o. discussed and followed up with the management on the preparation towards being Goods and Services tax ready;

p. discussed, considered and reviewed the relevant corporate proposals prior to the Board's approval;

Employees' Share Option Scheme ("ESOS")

The ESOS of the Company was allocated based on the following criteria as disclosed to the eligible employees of the Company and verified by the Audit Committee:-

a. confirmed staff;

b. length of service;

c. position;

d. seniority;

AUDIT COMMITTEE REPORT

e. contribution;

f. job performance; and

g. potential for future development.

Internal Audit Function

The Company acknowledged and the Audit Committee had put emphasis on the importance of having an internal audit function within the Group and as such, had outsourced its internal audit function to a professional service firm to assist the Board and the Audit Committee in providing independent assessment of the adequacy, efficiency and effectiveness of the Company and the Groups' internal control system. The costs incurred for maintaining the outsourced internal audit function for the financial year ended 31 October 2015 amounted to RM58,728.

A summary of the activities of the internal audit function for the financial year ended 31 October 2015 is as follows:-

(a) evaluation of the Group's internal control systems in the areas of mapping out the business processes on the scope defined, performing a system of controls evaluation on high-risk areas within the business processes and reviewing the overall control environment where there is a significant amount of implementation lapses;

(b) review of the accounting records;

(c) presentation of audit findings and corrective actions to be taken by Management in the quarterly Audit Committee meetings; and

(d) conducted follow-up audits to ensure corrective actions had been taken.

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

INTRODUCTION

The Board of Directors ("the Board) of Cypark Resources Berhad is pleased to present its Statement on Risk Management and Internal Control which has been prepared pursuant to paragraph 15.26(b) of Main Market Requirements of Bursa Malaysia Securities Berhad and guided by Statement of Risk Management and Internal Control: Guidelines for Directors of Listed Issuers ("the Guidelines")

BOARD RESPONSIBILITY

The Board recognises the importance of sound risk management practices and internal controls to safeguard shareholders' investments and the Company's assets. The Board acknowledges its responsibility and is committed in maintaining the Company's risk management and system of internal control as well as reviewing its adequacy, integrity and effectiveness.

There are inherent limitations in any system of internal control and the system is designed to manage and mitigate the impact rather than completely eliminate the risks that may impact the achievement of the Company's business objectives. Therefore, the system of internal control can only provide reasonable but no absolute assurance against material misstatement or loss.

RISK MANAGEMENT FRAMEWORK AND KEY FEATURES OF INTERNAL CONTROL SYSTEM

Risk management is firmly embedded in the Company's management system as the Board firmly believes that risk management is critical for the Company's sustainability and the enhancement of shareholder value. The Corporate Risk Register developed is continuously updated by the key management and heads of department to manage identified risks within defined parameters and standards.

Apart from periodic management meetings, the Risk Management Committee has held discussions regarding the key risks and the relevant mitigating controls on a quarterly basis. Risks are prioritised in terms of likelihood and impact on the achievement of the Company's business objectives.

The risk management framework mentioned above serves as an on-going process to identify, evaluate and manage significant risks faced by the Company.

The key elements of the Group's internal control system include:-

a. A clear and defined organisation structure that is aligned to the business and operational requirements of the core businesses of the Group which limits the respective levels of authority, accountability and responsibility of their job functions and specifications;

b. Documentation of standard operating procedures and ensuring that internal policies, processes and procedures are drawn-up, reviewed and revised as and when required and necessary;

c. Regular operational and financial reporting to the Senior Management and/or the Board, highlighting their progress and variances from budgets. The Audit Committee and the Board review quarterly operational as well as financial results and reports;

d. Regular Group Management meetings are held as and when necessary to raise issues, discuss, review and monitor the business development and resolve operational and management issues and review financial performances against the business plans, the targets and the budgets, if any, for each operating unit and regular visits by the Senior Personnel or Management team to each operating unit as and when necessary;

STATEMENT ON RISK MANAGEMENT AND INTERNAL CONTROL

e. Board and Audit Committee Meetings are scheduled regularly, that is at least four (4) times in a year and the respective meeting papers are distributed on a timely basis to enable members to have access to all relevant information for reviews and queries to be raised;

f. Audit Committee prepares the Audit Committee Report and also reviews the quarterly financial results and yearly Audited Financial Statements prior to the approval of the Board;

g. Management ensures that safety regulations within the Group are being considered, implemented and adhered to accordingly;

h. As and when necessary, staff training and development programs may be provided to equip staff with the appropriate knowledge and skills to enable staff to carry out their job functions productively and effectively;

i. Major assets are insured to ensure that assets of the Group are sufficiently covered against mishap that may result in material losses to the Group;

j. Regular visits to the project sites by senior management;

k. Close involvement of the Executive Directors of the Group in its daily operations;

l. Established procedures for strategic planning and operations;

m. Certain of the Company's operations are ISO 9001: 2008 certified. With such certifications, audits are conducted by external parties periodically to ensure compliance with the terms and conditions of the certification; and

n. Related party transactions are disclosed, reviewed and monitored by the Board on a periodic basis.

INTERNAL AUDIT FUNCTION

The Group's internal audit function is outsourced to external consultants to assist the Board and Audit Committee in providing an independent assessment on the adequacy, efficiency and effectiveness of the Group's internal control system. The internal audit function reports directly to the Audit Committee.

During the financial year ended 31 October 2015, the internal audit function carried out audits in accordance with the risk-based internal audit plan approved by the Audit Committee. The results of the internal audit review and the recommendations for improvement were presented to the Audit Committee at their scheduled meetings. The internal audit function also carried out follow up audits to ensure that the necessary corrective actions have been undertaken to address the control gaps noted. Based on the internal audit reviews conducted, none of the weaknesses noted have resulted in any material losses, contingencies or uncertainties that would require separate disclosure in this Annual Report.

BOARD ASSESSMENT

The Board is of the view that the Company's overall risk management and internal control system is operating adequately and effectively, in all material aspects, and have received the same assurance from both the Group Chief Executive Officer and Group Chief Financial Officer of the Company.

The Board confirms that the risk management process in identifying, evaluating and managing significant risks faced by the Company has been in place throughout the financial year ended 31 October 2015 up to the date of approval of this statement.

This statement is made in accordance with a resolution of the Board of Directors passed on 07 March 2016.

OTHER COMPLIANCE INFORMATION

SHARE BUYBACK

During the financial year ended 31 October 2015, there were no share buybacks undertaken by the Company. The general mandate to obtain shareholders' approval for share buybacks will be sought at the forthcoming Annual General Meeting as stated in the Circular/Statement to Shareholders dated 23 March 2016 attached to this Annual Report.

EXERCISE OF OPTIONS, WARRANTS OR CONVERTIBLE SECURITIES

During the financial year ended 31 October 2015, there was no option, warrants or convertible securities granted by the Company.

DEPOSITORY RECEIPT PROGRAM

During the financial year ended 31 October 2015, the Company did not sponsor any Depository Receipt Program.

IMPOSITION OF SANCTIONS AND/OR PENALTIES

There were no sanctions and/or penalties imposed on the Company and its subsidiaries, on the Directors or Management by the relevant regulatory bodies and authorities.

NON-AUDIT FEES

During the financial year ended 31 October 2015, there was no non-audit fees paid to the external auditors of the Company for services rendered to the Group.

PROFIT ESTIMATE, FORECAST OR PROJECTION

The Company did not make any release on the profit estimate, forecast or projections for the financial year ended 31 October 2015.

PROFIT GUARANTEE

During the financial year ended 31 October 2015, there was no profit guarantee given by the Company.

MATERIAL CONTRACTS INVOLVING DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS

There were no existing material contracts of the Company and its subsidiaries involving directors and substantial shareholders, either still subsisting at the end of the financial year or entered into since the end of the previous financial year.

OTHER COMPLIANCE INFORMATION

MATERIAL LITIGATIONS

The pending material litigations as at to date are as disclosed and stated in the Circular/Statement to Shareholders dated 23 March 2016 as attached to this Annual Report.

REVALUATION POLICY ON LANDED PROPERTY

The Company and its Group presently do not own any real properties. As such, there is no requirement to adopt any such Revaluation Policy.

RELATED-PARTY TRANSACTIONS

Save as disclosed hereinafter, the significant related-party transactions, existing or potential, which involves the Directors, major shareholders and/or persons connected with such Directors or major shareholders as defined under Section 122A of the Companies Act, 1965 are set out in Note 24 of the Financial Statements of this Annual Report and also as disclosed and stated in the Circular/Statement to Shareholders dated 23 March 2016 attached to this Annual Report wherein the Company is seeking for the renewal of existing shareholders' mandate for the recurrent related party transactions of a revenue or trading in nature for the period from the date of the forthcoming Annual General Meeting to the following Annual General Meeting of the Company.

CONFLICT OF INTEREST

None of the Directors or major shareholders of the Company has any interest, direct or indirect, in any business carrying on a similar trade as the Company or its subsidiaries and which is not quoted on a stock exchange. There is no conflict between the Group and its Adviser, Reporting Accountants and Solicitors. The Adviser, Reporting Accountants and Solicitors are paid a fee for their services.

ESOS

Before 13 October 2015, the Group had three (3) ESOS in existence and the said ESOS was governed by the By-Laws approved by the shareholders at an Extraordinary General Meeting held on 22 September 2010. All the three (3) ESOS had expired on 13 October 2015. The information in relation to the ESOS, was as follows:-

Details	**2013 Options**	**2011 Options**	**2010 Options**
Total options or shares outstanding as at 1 November 2014	4,555,000	2,921,000	-
Total number of options exercised	(4,170,000)	(2,921,000)	-
Total number of options expired	(385,000)	-	-
Total options or shares outstanding as at 31 October 2015	-	-	-

Granted to Executive Directors and Senior Management

	2013 Options	2011 Options	2010 Options
Total options or shares outstanding as at 1 November 2014	2,000,000	1,900,000	-
Total number of options exercised	(2,000,000)	(1,900,000)	-
Total number of options expired	-	-	-
Total options or shares outstanding as at 31 October 2015	-	-	-

Granted to Executive Directors and Senior Management

	2013 Options	2011 Options	2010 Options
Aggregate maximum allocation in percentage	50%	50%	50%
Actual percentage granted	18.7%	20.8%	14.7%

Notes:
- *2010 Options, 2011 Options and 2013 Options commenced on 3 November 2010, 5 January 2012 and 3 September 2013, respectively and all the Options had expired on 13 October 2015.*

Upon the expiration of the above ESOS scheme, a new ESOS scheme had become effective on 19 October 2015. The said scheme is governed by the By-Laws approved by the shareholders at the Tenth Annual General Meeting convened on 21 April 2015. During the financial year ended 31 October 2015, there was no option allocated or granted under this new ESOS scheme.

CORPORATE RESPONSIBILITY 2015

Climate and environmental protection is the basis of Cypark's corporate responsibility (CR) model with the cornerstone of our initiatives being the "Renewable Energy Awareness Programme". This year, Cypark contributed a total of RM 911,583 to implement numerous CR activities. Some of the notable CR programmes include:

- Fully-Functional Relief Centre (FFRC) system during the catastrophic flood in Kelantan which was an attestation of the effectiveness of our "Renewable Energy Awareness Program" in instilling a sense of community engagement into our employees. These dedicated staff volunteered to brave the flooded roads in early 2015 to install solar-powered systems at four (4) relief centres in Manek Urai, Kelantan. An additional two (2) FFRC system was installed in Kelantan towards the end of 2015 as an early-response measure.

- Community Welfare Solar Programme (CWSP) in Perlis, whereby Cypark shares its solar profits with a few selected welfare organisations and the annual donation is RM40,000; cumulative value of the 21 years annual donation is RM840,000.

- Donation of one rooftop solar system in Johor. This brings the total to three schools which would benefit from the donation due to the Feed-in-Tariff revenue of green electricity generation for 21 years valued at approximately RM530,000.

OTHER COMPLIANCE INFORMATION

UTILISATION OF PROCEEDS

On 9 September 2014, the Company had raised RM25,182,168 from the first tranche of the private placement of 10,670,410 new ordinary shares of RM0.50 each at an issue price of RM2.36 each. Part of the proceeds had been utilised in previous financial year, which was disclosed in the Annual Report 2014. On 28 January 2015, further proceeds of RM8,100,000 were raised from the second tranche of the private placement of 4,500,000 new ordinary shares of RM0.50 each at an issue price of RM1.80 each. The proceeds raised from both tranches of the private placement had been fully utilised during the financial year ended 31 October 2015. The status of the utilisation of the proceeds is as follows:-

Purpose	Proposed Utilisation	Actual Utilisation	Balance	Estimated timeframe for utilisation
Group's working capital requirements	32,582,168	32,582,168	-	Within 12 months
Expenses on the private placement	800,000	800,000	-	Within 6 months
	33,282,168	33,282,168	-	

During the financial year ended 31 October 2015, the Company has also successfully raised RM57,185,675 from the private placement of 40,265,712 new ordinary shares of RM0.50 each. The placement was done in three (3) tranches and the details are as follows:-

i. Tranche 1 – 7,000,000 unit of ordinary shares were issued at RM1.52 per share on 6 July 2015
ii. Tranche 2 – 13,489,056 unit of ordinary shares were issued at RM1.53 per share on 16 July 2015
iii. Tranche 3 – 19,776,656 unit of ordinary shares were issued at RM1.31 per share on 7 September 2015

The status of the utilisation of the proceeds is as follows:-

Purpose	Proposed Utilisation	Actual Utilisation	Balance	Estimated timeframe for utilisation
Group's working capital requirements	55,589,119	26,500,000	29,089,119	Within 36 months
Expenses on the private placement	1,596,556	1,596,556	-	Within 6 months
	57,185,675	28,096,556	29,089,119	

STATEMENT OF DIRECTORS' RESPONSIBILITY

The Board of Directors is required under Paragraph 15.26 (a) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad to issue a statement explaining their responsibility for preparing the year-end audited financial statements.

In relation to the year-end audited financial statements, the Company's and the Group's financial statements are drawn up in accordance with the applicable approved accounting standards in Malaysia and the Malaysian Companies Act, 1965. The Board of Directors is responsible to ensure that the financial statements of the Company and the Group give a true and fair view of the affairs of the Company and its Group. The Statement by the Directors pursuant to Section 169(15) of the Malaysian Companies Act, 1965 is set out in the section headed "Statement by Directors" of the Directors' Report and year-end audited financial statements of the Company for the financial year ended 31 October 2015.

In order to ensure that the financial statements are properly drawn up, the Board has taken the following measures:-

- to adopt appropriate, adequate and applicable accounting standards and policies and applied them consistently;

- ensured that applicable approved accounting standards have been followed;

- where applicable, judgments and estimates are made on a reasonable and prudent basis; and

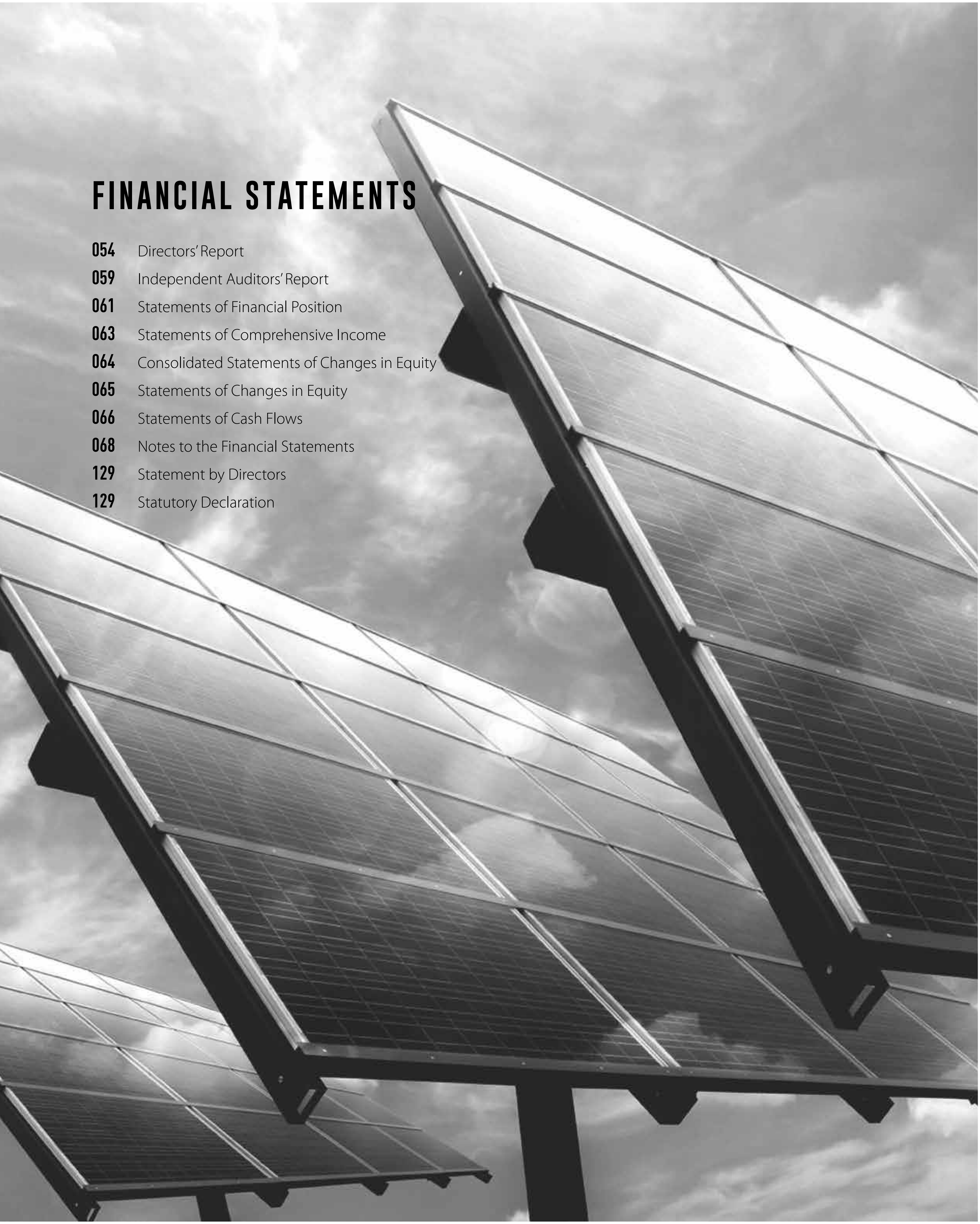
- upon due inquiry into the state of affairs of the Company, there are no material matters that may affect the ability of the Company to continue in business on a going concern basis.

The Board has also ensured that the quarterly and year-end audited financial statements of the Company and the Group are released to Bursa Malaysia Securities Berhad in a timely manner in order to keep our investing public informed of the Group's latest performance and developments.

The Board is responsible for ensuring that the Company maintains accounting records that disclose with reasonable accuracy the financial position of the Company, and which enable them to ensure the financial statements comply with the Companies Act, 1965.

The Board has general responsibility for taking such steps that are reasonably available to them to safeguard the assets of the Company, and to prevent and detect fraud and other irregularities.

FINANCIAL STATEMENTS



DIRECTORS' REPORT

for the financial year ended 31 October 2015

The directors have pleasure in submitting their report and the audited financial statements of the Group and of the Company for the financial year ended 31 October 2015.

PRINCIPAL ACTIVITIES

The Company is an investment holding company. The Company and its subsidiaries are principally engaged in the business of environmental engineering, landscaping and infrastructure, maintenance and renewable energy and the provision of management services.

The details of the principal activities of the subsidiaries are disclosed in Note 6 to the financial statements.

There have been no significant changes in the nature of these principal activities during the financial year.

RESULTS

	GROUP RM	COMPANY RM
Profit net of tax, attributable to owners of the Company	43,515,979	18,792,664

DIVIDENDS

At the Annual General Meeting of the Company held on 21 April 2015, the shareholders of the Company resolved to approve the Company's Dividend Reinvestment Scheme ("DRS").

The DRS provides an option to the shareholders to reinvest either all or a portion of the declared dividends in new shares in lieu of receiving cash. Shareholders who elect not to participate in the option to reinvest, will receive the entire dividend wholly in cash.

Since the end of the previous financial year, the Company paid a single-tier final dividend of 5 sen per ordinary share of RM0.50 each in the Company ("CRB Share(s)") on 201,328,560 CRB Shares in respect of the financial year ended ("FYE") 31 October 2014 amounting to RM10,066,428 on 19 June 2015.

As at the date of this report, the directors have not proposed any dividend payment in respect of the current financial year.

RESERVES AND PROVISIONS

There were no material transfers to or from reserves or provisions during the financial year other than as disclosed in the financial statements.

DIRECTORS

The directors in office since the date of last report are:

Tan Sri Razali bin Ismail
Dato' Daud bin Ahmad
Dato' Dr. Freezailah bin Che Yeom

DIRECTORS (CONT'D)

Headir bin Mahfidz
Megat Abdul Munir bin Megat Abdullah Rafaie
Datuk Abdul Malek bin Abdul Aziz

DIRECTORS' INTERESTS

According to the register of directors' shareholdings, the interests of directors in office at the end of the financial year in shares and options over shares in the Company and its related corporations during the financial year required to be disclosed in accordance with Section 169 (6)(g) of the Companies Act, 1965 were as follows:

	← Number of ordinary shares of RM0.50 each →			
Name of director	**At 1.11.2014**	**Bought**	**Sold**	**At 31.10.2015**
Direct interest:				
Ordinary shares of the Company				
Tan Sri Razali bin Ismail	50,780,600	-	-	50,780,600
Dato' Daud bin Ahmad	15,719,400	23,676,656	-	39,396,056
Dato' Dr. Freezailah bin Che Yeom	175,000	-	-	175,000
Headir bin Mahfidz	25,000	75,000	-	100,000
Megat Abdul Munir bin Megat Abdullah Rafaie	20,000	-	-	20,000
Datuk Abdul Malek bin Abdul Aziz	6,000	-	-	6,000

	← Number of options over ordinary shares of RM0.50 each →			
Name of director	**At 1.11.2014**	**Granted**	**Exercised/ Expired**	**At 31.10.2015**
Shares options of the Company				
Tan Sri Razali bin Ismail	-	-	-	-
Dato' Daud bin Ahmad	3,900,000	-	3,900,000	-
Dato' Dr. Freezailah bin Che Yeom	-	-	-	-
Headir bin Mahfidz	75,000	-	75,000	-
Megat Abdul Munir bin Megat Abdullah Rafaie	75,000	-	75,000*	-
Datuk Abdul Malek bin Abdul Aziz	50,000	-	50,000*	-

Tan Sri Razali bin Ismail and Dato' Daud bin Ahmad by virtue of their interests in shares in the Company are also deemed to be interested in shares in all the Company's subsidiaries to the extent the Company has an interest.

* Expired on 13 October 2015

DIRECTORS' BENEFITS

Neither at the end of the financial year, nor at any time during that year, did there subsist any arrangement to which the Company was a party, whereby the directors might acquire benefits by means of the acquisition of shares in or debentures of the Company or any other body corporate, other than those arising from the share options granted under the Employees' Options Scheme.

Since the end of the previous financial year, no director of the Company has received or become entitled to receive any benefit (other than benefits included in the aggregate amount of emoluments received or due and receivable by the directors as shown in the financial statements or the fixed salary of a full-time employee of the Company as shown in Note 20 to the financial statements) by reason of a contract made by the Company or a related corporation with the director or with a firm of which the director is a member, or with a company in which the director has a substantial financial interest, except for any benefit which may be deemed to have arisen from the transactions as disclosed in Note 24 to the financial statements.

ISSUE OF SHARES

During the financial year, the Company increased its issued and paid-up ordinary share capital from RM98,407,280 to RM124,335,636 by way of:

(i) an issuance of 4,500,000 new CRB Shares at an issue price of RM1.80 per CRB Share through the Private Placement for cash, for additional working capital purposes. The share premium of RM5,850,000 arising from the issuance of CRB Shares and the share issuance costs of RM203,526 have been included in the share premium account;

(ii) issuances totaling 40,265,712 new CRB Shares through the placement of up to 40,978,112 new CRB Shares representing twenty percent (20%) of the issued and paid-up share capital of the Company which had been completed on 9 September 2015. The details of the issuances are as follows:

(a) Tranche 1 – an issuance of 7,000,000 new CRB Shares at an issue price of RM1.52 per CRB Share for cash and the share premium of RM7,140,000 arising from the issuance of CRB Shares have been included in the share premium account;

(b) Tranche 2 – an issuance of 13,489,056 new CRB Shares at an issue price of RM1.53 per CRB Share for cash and the share premium of RM13,893,728 arising from the issuance of CRB Shares have been included in the share premium account;

(c) Tranche 3 – an issuance of 19,776,656 new CRB Shares at an issue price of RM1.31 per CRB Share for cash and the share premium of RM16,019,091 arising from the issuance of CRB Shares have been included in the share premium account; and

(d) The share issuance costs of RM1,596,556 related to the above corporate exercises have been included in the share premium account.

(iii) an issuance of 7,091,000 new CRB Shares each through the exercise of options granted by the Company under the existing ESOS by eligible employees of the Group. The share premium of RM10,056,287 arising from the issuance of ordinary shares has been included in the share premium account.

Options	2011	2013
Exercise price (RM)	1.34	1.65
No. of shares issued	2,921,000	4,170,000

ISSUE OF SHARES (CONT'D)

The new CRB Shares rank *pari passu* in all respects with the existing ordinary shares of the Company.

The Company did not issue any debenture during the financial year.

EMPLOYEE SHARE OPTIONS SCHEME

The Group's ESOS which was approved by the shareholders at the Extraordinary General Meeting held on 22 September 2010 has expired on 13 October 2015 ("Existing ESOS").

Upon the expiration of the Existing ESOS, the Company has implemented the new ESOS on 19 October 2015, which was approved by the shareholders at the Tenth Annual General Meeting convened on 21 April 2015 ("New ESOS").

The salient features and other terms of the New ESOS are disclosed in Note 23 to the financial statements.

No options have been granted by the Company under the New ESOS to any parties during the financial year to take up unissued shares of the Company.

Details of movements for options granted to directors are disclosed in the section on Directors' Interests in this report.

OTHER STATUTORY INFORMATION

(a) Before the statements of financial position and statements of comprehensive income of the Group and of the Company were made out, the directors took reasonable steps:

  (i) to ascertain the action taken in relation to the writing off of bad debts and the making of allowance for doubtful debts and satisfied themselves that there were no known bad debts and that adequate allowance had been made for doubtful debts; and

  (ii) to ensure that any current assets which were unlikely to realise in the ordinary course of business their values as shown in the accounting records of the Group and of the Company had been written down to an amount which they might be expected so to realise.

(b) At the date of this report, the directors are not aware of any circumstances:

  (i) which would render the amount written off for bad debts or the amount of the allowance for doubtful debts in the financial statements of the Group and of the Company inadequate to any substantial extent; or

  (ii) which would render the values attributed to the current assets in the financial statements of the Group and of the Company misleading; or

  (iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Group and of the Company misleading or inappropriate.

OTHER STATUTORY INFORMATION (CONT'D)

(c) At the date of this report, there does not exist:

  (i) any charge on the assets of the Group and of the Company which has arisen since the end of the financial year which secures the liabilities of any other person; or

  (ii) any contingent liability of the Group and of the Company which has arisen since the end of the financial year.

(d) At the date of this report, the directors are not aware of any circumstances not otherwise dealt with in this report or financial statements of the Group and of the Company which would render any amount stated in the financial statements misleading.

(e) In the opinion of the directors:

  (i) the results of the operation of the Group and of the Company for the financial year were not substantially affected by any item, transaction or event of a material and unusual nature;

  (ii) no contingent or other liability has become enforceable or is likely to become enforceable within the period of twelve months after the end of the financial year which will or may affect the ability of the Group and of the Company to meet its obligations when they fall due; and

  (iii) no item, transaction or event of a material and unusual nature has arisen in the interval between the end of the financial year and the date of this report which is likely to affect substantially the results of the operations of the Group and of the Company for the financial year in which this report is made.

SUBSEQUENT EVENT

Subsequent event is disclosed in Note 31 to the financial statements.

AUDITORS

The auditors, Mazars, Chartered Accountants, have expressed their willingness to continue in office.

Signed on behalf of the directors in accordance with a directors' resolution dated 21 January 2016.

TAN SRI RAZALI BIN ISMAIL Director	DATO' DAUD BIN AHMAD Director

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF CYPARK RESOURCES BERHAD (Incorporated in Malaysia)

REPORT ON THE FINANCIAL STATEMENTS

We have audited the financial statements of Cypark Resources Berhad, which comprise the statements of financial position as at 31 October 2015 of the Group and of the Company, and the statements of comprehensive income, statements of changes in equity and statements of cash flows of the Group and of the Company for the year then ended, and a summary of significant accounting policies and other explanatory information, as set out on pages 61 to 128.

Directors' Responsibility for the Financial Statements

The directors of the Company are responsible for the preparation of financial statements so as to give a true and fair view in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia. The directors are also responsible for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Company's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Group and of the Company as of 31 October 2015 and of their financial performance and cash flows for the year then ended in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

In accordance with the requirements of the Companies Act 1965 in Malaysia, we also report the following:

(a) In our opinion, the accounting and other records and the registers required by the Act to be kept by the Company and its subsidiaries of which we have acted as auditors have been properly kept in accordance with the provisions of the Act.

(b) We have considered the accounts and the auditors' report of all the subsidiaries of which we have not acted as auditors, which are indicated in Note 6 to the financial statements.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS (CONT'D)

(c) We are satisfied that the accounts of the subsidiaries that have been consolidated with the Company's financial statements are in form and content appropriate and proper for the purposes of the preparation of the financial statements of the Group and we have received satisfactory information and explanations required by us for those purposes.

(d) The auditors' reports on the accounts of the subsidiaries did not contain any qualification or any adverse comment made under Section 174(3) of the Act.

OTHER REPORTING RESPONSIBILITIES

The supplementary information set out in Note 34 on page 128 is disclosed to meet the requirement of Bursa Malaysia Securities Berhad and is not part of the financial statements. The directors are responsible for the preparation of the supplementary information in accordance with the Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants ("MIA Guidance") and the directive of Bursa Malaysia Securities Berhad. In our opinion, the supplementary information is prepared, in all material respects, in accordance with the MIA Guidance and the directive of Bursa Malaysia Securities Berhad.

OTHER MATTERS

This report is made solely to the members of the Company, as a body, in accordance with Section 174 of the Companies Act 1965 in Malaysia and for no other purpose. We do not assume responsibility to any other person for the content of this report.

MAZARS	YAP CHING SHIN
No. AF: 001954	No. 2022/03/16 (J)
Chartered Accountants	Chartered Accountant

Kuala Lumpur
Date: 21 January 2016

STATEMENTS OF FINANCIAL POSITION

– 31 October 2015

		Group		Company	
		2015	2014	2015	2014
	Note	RM	RM	RM	RM
ASSETS					
NON-CURRENT ASSETS					
Plant and equipment	4	**252,237,777**	263,607,931	**234,328**	336,582
Intangible assets	5	**368,324,840**	232,159,037	**11,057,063**	6,605,978
Investments in subsidiaries	6	**-**	-	**42,150,970**	41,400,970
Deferred tax assets	7	**1,455,609**	1,273,119	**-**	555,000
Trade receivables	8	**5,229,014**	2,721,892	**610,689**	614,492
		627,247,240	499,761,979	**54,053,050**	49,513,022
CURRENT ASSETS					
Trade and other receivables	8	**162,842,647**	173,493,228	**245,206,481**	253,868,426
Other current assets	9	**778,607**	1,204,662	**288,531**	232,143
Tax recoverable		**-**	881,654	**-**	806,637
Cash and bank balances	10	**101,467,139**	87,085,577	**36,731,113**	40,510,390
		265,088,393	262,665,121	**282,226,125**	295,417,596
TOTAL ASSETS		**892,335,633**	762,427,100	**336,279,175**	344,930,618
EQUITY AND LIABILITIES					
CURRENT LIABILITIES					
Loans and borrowings	11	**113,688,923**	177,141,213	**19,424,449**	94,191,543
Trade and other payables	12	**161,530,108**	113,563,117	**35,377,427**	53,432,862
Tax payables		**2,590,822**	457,868	**1,163,495**	-
		277,809,853	291,162,198	**55,965,371**	147,624,405
NET CURRENT (LIABILITIES)/ASSETS		**(12,721,460)**	(28,497,077)	**226,260,754**	147,793,191

STATEMENTS OF FINANCIAL POSITION

– 31 October 2015

		Group		Company	
		2015	2014	2015	2014
	Note	RM	RM	RM	RM
NON-CURRENT LIABILITIES					
Loans and borrowings	11	**204,743,929**	167,929,704	**-**	-
Trade payables	12	**16,243,017**	17,269,148	**525,139**	527,017
Deferred tax liabilities	7	**8,000**	265,000	**3,000**	-
		220,994,946	185,463,852	**528,139**	527,017
TOTAL LIABILITIES		**498,804,799**	476,626,050	**56,493,510**	148,151,422
NET ASSETS		**393,530,834**	285,801,050	**279,785,665**	196,779,196
Equity attributable to equity holders of the Company					
Share capital	13	**124,335,636**	98,407,280	**124,335,636**	98,407,280
Share premium	13	**138,784,112**	87,625,088	**138,784,112**	87,625,088
Reverse acquisition reserve	14	**(36,700,000)**	(36,700,000)	**-**	-
Employee share option reserve	15	**-**	2,990,342	**-**	2,990,342
Retained earnings		**167,111,086**	133,478,340	**16,665,917**	7,756,486
TOTAL EQUITY		**393,530,834**	285,801,050	**279,785,665**	196,779,196
TOTAL EQUITY AND LIABILITIES		**892,335,633**	762,427,100	**336,279,175**	344,930,618

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF COMPREHENSIVE INCOME

for the year ended 31 October 2015

	Note	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
			(Restated)		
Revenue	16	**251,853,256**	238,794,822	**28,145,460**	11,052,832
Cost of sales	17	**(185,695,904)**	(177,872,135)	**(4,647,199)**	(3,188,576)
Gross profit		**66,157,352**	60,922,687	**23,498,261**	7,864,256
Other income		**2,325,522**	3,080,862	**6,305,549**	2,963,633
Administrative expenses		**(4,546,745)**	(6,093,791)	**(7,437,050)**	(7,961,704)
Operating profits		**63,936,129**	57,909,758	**22,366,760**	2,866,185
Finance costs	18	**(13,064,182)**	(14,911,130)	**(316,096)**	(1,339,433)
Profit before tax	19	**50,871,947**	42,998,628	**22,050,664**	1,526,752
Income tax (expense)/income	21	**(7,355,968)**	(3,056,379)	**(3,258,000)**	708,596
Profit net of tax, representing total comprehensive income for the year, attributable to owners of the Company		**43,515,979**	39,942,249	**18,792,664**	2,235,348
Earnings per share attributable to owners of the Company (sen per share)					
- Basic	22	**20.74**	21.70		
- Diluted	22	**20.74**	20.85		

The accompanying notes form an integral part of the financial statements.

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

for the year ended 31 October 2015

		←	Non-distributable		→	Distributable	
2015 **Group**	**Note**	**Share capital RM**	**Share premium RM**	**Employee share option reserve RM**	**Reverse acqusition reserve RM**	**Retained earnings RM**	**Total equity RM**
At 1 November 2014		**98,407,280**	**87,625,088**	**2,990,342**	**(36,700,000)**	**133,478,340**	**285,801,050**
Total comprehensive income		**-**	**-**	**-**	**-**	**43,515,979**	**43,515,979**
Issue of ordinary shares	**13**	**22,382,856**	**42,902,819**	**-**	**-**	**-**	**65,285,675**
Share issuance expense	**13**	**-**	**(1,800,082)**	**-**	**-**	**-**	**(1,800,082)**
Exercise of employee share options	**15**	**3,545,500**	**10,056,287**	**(2,807,147)**	**-**	**-**	**10,794,640**
Employee share options expired		**-**	**-**	**(183,195)**	**-**	**183,195**	**-**
Dividends on ordinary shares	**30**	**-**	**-**	**-**	**-**	**(10,066,428)**	**(10,066,428)**
At 31 October 2015		**124,335,636**	**138,784,112**	**-**	**(36,700,000)**	**167,111,086**	**393,530,834**
2014 **Group**							
At 1 November 2013		89,172,325	58,411,469	5,723,576	(36,700,000)	102,748,625	219,355,995
Total comprehensive income		-	-	-	-	39,942,249	39,942,249
Issue of ordinary shares	13	5,335,205	19,846,963	-	-	-	25,182,168
Share issuance expense	13	-	(589,758)	-	-	-	(589,758)
Exercise of employee share options	15	3,899,750	9,956,414	(2,733,234)	-	-	11,122,930
Dividends on ordinary shares	30	-	-	-	-	(9,212,534)	(9,212,534)
At 31 October 2014		98,407,280	87,625,088	2,990,342	(36,700,000)	133,478,340	285,801,050

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF CHANGES IN EQUITY

for the year ended 31 October 2015

		Non-distributable			Distributable	
Company	**Note**	**Share capital RM**	**Share premium RM**	**Employee share option reserve RM**	**Retained earnings RM**	**Total equity RM**
At 1 November 2013		89,172,325	58,411,469	5,723,576	14,733,672	168,041,042
Total comprehensive income		-	-	-	2,235,348	2,235,348
Issue of ordinary shares	13	5,335,205	19,846,963	-	-	25,182,168
Share issuance expense	13	-	(589,758)	-	-	(589,758)
Exercise of employee share options	15	3,899,750	9,956,414	(2,733,234)	-	11,122,930
Dividends paid	30	-	-	-	(9,212,534)	(9,212,534)
At 31 October 2014		98,407,280	87,625,088	2,990,342	7,756,486	196,779,196
Total comprehensive income		-	-	-	18,792,664	18,792,664
Issue of ordinary shares	13	22,382,856	42,902,819	-	-	65,285,675
Share issuance expense	13	-	(1,800,082)	-	-	(1,800,082)
Exercise of employee share options	15	3,545,500	10,056,287	(2,807,147)	-	10,794,640
Employee share options expired	15	-	-	(183,195)	183,195	-
Dividends paid	30	-	-	-	(10,066,428)	(10,066,428)
At 31 October 2015		**124,335,636**	**138,784,112**	**-**	**16,665,917**	**279,785,665**

The accompanying notes form an integral part of the financial statements.

STATEMENTS OF CASH FLOWS

for the year ended 31 October 2015

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit before tax	**50,871,947**	42,998,628	**22,050,664**	1,526,752
Adjustments for:				
Depreciation of plant and equipment	**13,503,695**	13,032,178	**156,711**	161,831
Profit from construction services contracts	**(36,427,699)**	(36,179,614)	**-**	-
Allowance for doubtful debts	**203,833**	-	**-**	-
Unrealised losses on foreign exchange	**3,233,706**	502,784	**-**	-
Finance income – other liabilities at amortised costs	**-**	(817,814)	**-**	(15,639)
Interest expense	**13,064,182**	14,911,130	**316,096**	1,339,433
Interest income	**(1,748,440)**	(1,832,080)	**(739,159)**	(968,271)
Gain on disposal of plant and equipment	**-**	(88,250)	**-**	-
Operating cash flows before changes in working capital	**42,701,224**	32,526,962	**21,784,312**	2,044,106
Trade and other receivables	**7,693,981**	25,368,009	**4,582,173**	28,273,204
Other current assets	**426,055**	(885,114)	**(56,388)**	(171,717)
Trade and other payables	**40,455,162**	(3,451,069)	**(2,621,382)**	(3,475,482)
Cash flows generated from operations	**91,276,422**	53,558,788	**23,688,715**	26,670,111
Interest paid	**(12,565,148)**	(14,911,130)	**(315,734)**	(1,339,433)
Income tax paid	**(4,780,850)**	(6,827,449)	**(729,868)**	(1,112,920)
Net cash flows generated from operating activities	**73,930,424**	31,820,209	**22,643,113**	24,217,758
CASH FLOWS FROM INVESTING ACTIVITIES				
Additions on intangible assets	**(99,738,104)**	(109,256,919)	**(4,451,085)**	(5,694,299)
Proceeds from disposal of plant and equipment	**-**	136,000	**-**	-
Purchase of plant and equipment	**(1,548,541)**	(1,517,606)	**(54,457)**	(67,715)
Interest received	**1,748,440**	1,832,080	**739,159**	968,271
Repayment from/(Advances to) subsidiaries	**-**	-	**3,329,771**	(86,857,462)
Net cash flows used in investing activities	**(99,538,205)**	(108,806,445)	**(436,612)**	(91,651,205)

STATEMENTS OF CASH FLOWS
for the year ended 31 October 2015

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
CASH FLOWS FROM FINANCING ACTIVITIES				
Dividends paid	**(10,066,428)**	(9,212,534)	**(10,066,428)**	(9,212,534)
Proceeds from revolving credits	**4,300,000**	12,461,000	**-**	-
Repayments of borrowings	**(20,976,948)**	(14,591,931)	**(29,090,199)**	(14,113,483)
Proceeds/(Repayment) from term loans	**6,023,530**	27,937,281	**(31,599,972)**	31,599,972
Withdrawal of short term deposits with licensed banks	**15,983,381**	6,017,120	**5,148,070**	2,804,823
Proceeds from issuance of ordinary shares, net of transaction cost				
- under private placement	**65,285,675**	25,182,168	**65,285,675**	25,182,168
- under ESOS	**10,794,640**	11,122,930	**10,794,640**	11,122,930
Share issuance expense	**(1,800,082)**	(589,758)	**(1,800,082)**	(589,758)
Repayment of finance leases	**(334,923)**	(534,164)	**-**	-
Advances from a related party	**2,998,603**	-	**-**	-
(Repayment to)/Advances from subsidiaries	**-**	-	**(15,432,489)**	23,582,047
Net cash flows generated from financing activities	**72,207,448**	57,792,112	**(6,760,785)**	70,376,165
NET CHANGES IN CASH AND CASH EQUIVALENTS	**46,599,667**	(19,194,124)	**15,445,716**	2,942,718
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	**46,679,569**	65,873,693	**16,441,600**	13,498,882
CASH AND CASH EQUIVALENTS AT END OF YEAR (NOTE 10)	**93,279,236**	46,679,569	**31,887,316**	16,441,600

The accompanying notes form an integral part of the financial statements.

1. CORPORATE INFORMATION

Cypark Resources Berhad ("the Company") is a public limited liability company incorporated and domiciled in Malaysia, and is listed on the Main Market of Bursa Malaysia Securities Berhad. The principal place of business of the Company is located at 13A-09, Block A, Phileo Damansara II, No. 15, Jalan 16/11, 46350 Petaling Jaya, Selangor Darul Ehsan and the registered office of the Company is located at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur.

The Company is an investment holding company. The Company and its subsidiaries are principally engaged in the business of environmental engineering, landscaping and infrastructure, maintenance and renewable energy and the provision of management services.

The details of the principal activities of the subsidiaries are disclosed in Note 6 to the financial statements.

There have been no significant changes in the nature of these principal activities during the financial year.

The financial statements for the year ended 31 October 2015 were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 21 January 2016.

2. SIGNIFICANT ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION

The financial statements of the Group and of the Company have been prepared in accordance with Malaysian Financial Reporting Standards ("MFRS") issued by the Malaysian Accounting Standards Board ("MASB"), International Financial Reporting Standards and the requirements of the Companies Act, 1965 in Malaysia.

The measurement bases applied in the preparation of the financial statements include historical cost, recoverable value, realisable value and fair value. Estimates are used in measuring these values.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit).

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

Fair value measurements are categorised as follows:

Level 1 : Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date; and

Level 2 : Inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.1 BASIS OF PREPARATION (CONT'D)

Level 3 : Inputs are unobservable inputs for the asset or liability.

2.2 APPLICATION OF NEW OR REVISED STANDARDS

In current year, the Group and the Company have applied a number of new standards, amendments and interpretations that become effective mandatorily for the financial periods beginning on or after 1 November 2014.

The adoption of the new and revised standards, amendments and interpretations does not have significant impact on the financial statements of the Group and of the Company.

2.3 STANDARDS ISSUED BUT NOT YET EFFECTIVE

The Group and the Company have not applied the following standards, amendments and interpretations that have been issued by the MASB but are not yet effective.

		Effective date
MFRS 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 127	Equity Method in Separate Financial Statements	1 January 2016
Amendments to MFRS 10 and MFRS 128	Sale or Contribution of Assets between an Investor and its Associate or Joint Venture	1 January 2016
Amendments to MFRS 5, MFRS 7, MFRS 119 and MFRS 134	Annual Improvements to MFRSs 2012-2014 Cycle	1 January 2016
Amendments to MFRS 101	Disclosure Initiative	1 January 2016
Amendments to MFRS 10, MFRS 12 and MFRS 128	Investment Entities: Applying the Consolidation Exception	1 January 2016
Amendments to MFRS 116 and MFRS 141	Agriculture : Bearer Plants	1 January 2017
MFRS 15	Revenue from Contracts with Customers	1 January 2018
MFRS 9	Financial Instruments	1 January 2018

Except as otherwise indicated below, the adoption of the above new standards, amendments, and interpretations are not expected to have significant impact on the financial statements of the Group and of the Company.

MFRS 9 Financial Instruments

MFRS 9 addresses the classification, recognition, derecognition, measurement and impairment of financial assets and financial liabilities, as well as general hedge accounting. It replaces MFRS 139. MFRS 9 requires financial assets to be classified into two measurement categories, i.e. at fair value and at amortised cost. The determination is made at initial recognition. The classification depends on the entity's business model for managing its financial instruments and the contractual cash flow characteristics of the instrument.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.3 STANDARDS ISSUED BUT NOT YET EFFECTIVE (CONT'D)

MFRS 9 Financial Instruments (Cont'd)

For financial liabilities, the standard retains most of the MFRS 139 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to changes in an entity's own credit risk is recorded in other comprehensive income, unless this creates an accounting mismatch. MFRS 9 contains a new impairment model based on expected losses (as oppose to 'incurred loss' model under MFRS 139), i.e. a loss event needs not occur before an impairment loss is recognised, which will result in earlier recognition of losses. The Group is yet to assess MFRS 9's full impact and will adopt MFRS 9 when it is effective.

MFRS 10 Consolidated Financial Statements

MFRS 10 supercedes MFRS 127 Consolidated and Separate Financial Statements and SIC-12 Consolidation - Special Pupose Entities. The standard defines the principle of control and establishes control as the basis for determining which entities are consolidated in the consolidated financial statements.

The principle of control sets out the following three elements of control:

(a) power over the investee;
(b) exposure, or rights, to variable returns from involvement with the investee; and
(c) the ability to use power over the investee to affect the amount of the investor's returns.

The standard also sets out the accounting requirements for the preparation of consolidated financial statements, especially in circumstances where the investor holds less than a majority of voting rights, or where an investee is designed so that voting rights are not the dominant factor in deciding control, or in circumstances involving agency relationships or where the investor has control over specified assets of an investee.

2.4 BASIS OF CONSOLIDATION

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

All intragroup balances, income and expenses and unrealised gains and losses resulting from intragroup transactions are eliminated in full.

Acquisitions of subsidiaries are accounted for by applying the purchase method. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. Adjustments to those fair values relating to previously held interests are treated as a revaluation and recognised in other comprehensive income. The cost of a business combination is measured as the aggregate of the fair values, at the date of exchange, of the assets given, liabilities incurred or assumed, and equity instruments issued, plus any costs directly attributable to the business combination.

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 31 October 2015

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.4 BASIS OF CONSOLIDATION (CONT'D)

Any excess of the cost of business combination over the Group's share in the net fair value of the acquired subsidiary's identifiable assets, liabilities and contingent liabilities is recorded as goodwill on the statement of financial position. Any excess of the Group's share in the net fair value of the acquired subsidiary's identifiable assets, liabilities and contingent liabilities over the cost of business combination is recognised as income in profit or loss on the date of acquisition. When the Group acquires a business, embedded derivatives separated from the host contract by the acquiree are reassessed on acquisition unless the business combination results in a change in the terms of the contract that significantly modifies the cash flows that would otherwise be required under the contract.

In a business combinations achieved in stages, previously held equity interests in the acquiree are re-measured to fair value at the acquisition date and any corresponding gain or loss is recognised in profit or loss.

The Group elects for each individual business combination, whether non-controlling interest in the acquiree (if any) is recognised on the acquisition date at fair value, or at the non-controlling interest's proportionate share of the acquiree net identifiable assets.

Subsidiaries are consolidated from the date of acquisition, being the date on which the Group obtains control, and continue to be consolidated until the date that such control ceases.

On 1 October 2006, the Company acquired Cypark Sdn. Bhd. ("CSB") for a consideration satisfied by the issuance of 80,000,000 shares of RM0.50 each to the vendors. MFRS 3: Business Combination, this transaction meets the criteria of a Reverse Acquisition. The consolidated financial statements have therefore been prepared under the reverse acquisition accounting method as set out by the said Standard, with CSB being treated as the accounting acquirer of the Company.

In accordance with the principles of reverse acquisition, the consolidated financial statements have been prepared as if it had been in existence in its current group form since 1 November 2005. The consolidated financial statements represent therefore a continuation of CSB's financial statements.

The key features of the basis of consolidation under reverse acquisition are as follows:

- The cost of the business combination is deemed to have been incurred by CSB in the form of equity instruments issued to the owners of the Company. CSB's shares were not listed prior to the acquisition and consequently the cost of the business combination has been based on the fair value of the Company's shares in issue immediately before the reverse acquisition; and

- The assets and liabilities of CSB are recognised and measured in the consolidated financial statements at their pre-combination carrying amounts. The retained earnings and other equity balances recognised in the consolidated financial statements are those of CSB immediately before the business combination; and

- The Company has been consolidated from the date of the reverse acquisition using the fair value of the identifiable assets, liabilities and contingent liabilities at that date. The cost of business combination was RM2 and therefore, goodwill of RM127,316 arose from the reverse acquisition; and

- The amount recognised as issued instruments in the consolidated financial statements is determined by adding the cost of business combination to the issued equity of CSB immediately before the business combination. However, the equity structure appearing in the consolidated financial statements is of the Company. Therefore, a reverse acquisition reserve of RM36,700,000 has been created, being the difference between the required Group's equity structure and the reported equity of the Company.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.5 FOREIGN CURRENCY

(a) Functional and presentation currency

The financial statements of the of the Group and of the Company are measured using the currency of the primary economic environment in which the entity operates ("the functional currency") and are presented in Ringgit Malaysia (RM), which is also the Group and the Company's functional currency.

(b) Foreign currency transactions

Transactions in foreign currencies are measured in the functional currency of the Company 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 rates 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 except for exchange differences arising on monetary items that form part of the Company's net investment in foreign operations, which are recognised initially in other comprehensive income and accumulated under foreign currency translation reserve in equity. The foreign currency translation reserve is reclassified from equity to profit or loss of the Company on disposal of the foreign operation.

Exchange differences arising on the translation of non-monetary items carried at fair value are included in profit or 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 directly in equity. Exchange differences arising from such non-monetary items are also recognised directly in equity.

(c) Foreign operations

The assets and liabilities of foreign operations are translated into RM at the rate of exchange ruling at the reporting date and income and expenses are translated at exchange rates at the dates of the transactions. The exchange differences arising on the translation are taken directly to other comprehensive income. On disposal of a foreign operation, the cumulative amount recognised in other comprehensive income and accumulated in equity under foreign currency translation reserve relating to that particular foreign operation is recognised in the profit or loss.

2.6 PLANT AND EQUIPMENT

All items of plant and equipment are initially recorded at cost. The cost of an item of 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 Company and the cost of the item can be measured reliably.

Subsequent to recognition, plant and equipment and furniture and fixtures are measured at cost less accumulated depreciation and accumulated impairment losses. When significant parts of plant and equipment are required to be replaced in intervals, the Company recognises such parts as individual assets with specific useful lives and depreciation, respectively.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.6 PLANT AND EQUIPMENT (CONT'D)

Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the 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 live of the assets, at the following annual rates:

Machinery, furniture and site equipment	20%
Office equipment and renovation	10% - 20%
Motor vehicles	20%
Computer and peripherals	20% - 33.33%
Plant	4.76%

Capital work in-progress included in plant and equipment are not depreciated as these assets are not yet available for use.

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

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

An item of 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.

2.7 INTANGIBLE ASSETS

(a) Goodwill

Goodwill is initially measured at cost. Following initial recognition, goodwill is measured at cost less accumulated impairment losses.

For the purpose of impairment testing, goodwill acquired is allocated, from the acquisition date, to each of the Group's cash-generating units that are expected to benefit from the synergies of the combination.

The cash-generating unit to which goodwill has been allocated is tested for impairment annually and whenever there is an indication that the cash-generating unit may be impaired, by comparing the carrying amount of the cash-generating unit, including the allocated goodwill, with the recoverable amount of the cash-generating unit.

Where the recoverable amount of the cash-generating unit is less than the carrying amount, an impairment loss is recognised in the profit or loss. Impairment losses recognised for goodwill are not reversed in subsequent periods.

Where goodwill forms part of a cash-generating unit and part of the operation within that cash-generating unit is disposed of, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal of the operation. Goodwill disposed of in this circumstance is measured based on the relative fair values of the operations disposed of and the portion of the cash-generating unit retained.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.7 INTANGIBLE ASSETS (CONT'D)

(b) Club membership

Club membership was acquired separately and it is not amortised as it has an indefinite useful life.

(c) Intangible assets recognised pursuant to IC Interpretation 12

Intangible assets comprising concession rights and the intangible asset model, as defined in IC Interpretation 12 are stated as cost less accumulated amortisation and impairment losses.

Intangible assets are not amortised during the year as the concession assets are still under construction. The amortisation begins when the concession assets are available for use. The management intends to adopt the revenue-based amortisation policy over the duration of the concession agreement, which is in line with the pattern in which the assets' economic benefits are consumed.

At end of each reporting period, the Company assesses whether there is any indication of impairment. If such indication exists, the carrying amount is assessed and written down immediately to its recoverable amount.

The intangible asset model, as defined in IC Interpretation 12, applies to service concession arrangements where the grantor has not provided a contractual guarantee in respect of the amount receivable for constructing and operating the asset. Under this model, during construction or upgrade phase, the Company records an intangible asset representing the right to charge users of the public service and recognised profits from the construction or upgrade of the public service infrastructure. Income and expenses associated with construction contracts are recognised in accordance with MFRS 111 Construction Contracts.

Borrowing costs incurred in connection with an arrangement falling within the scope of IC Interpretation 12 will be expensed as incurred, unless the Company recognises an intangible asset under the interpretation. In this case, borrowing costs are capitalised in accordance with the general rules of MFRS 123 Borrowing Cost.

(d) Research and development expenditure

Expenditure on research activities undertaken with the prospect of gaining new scientific or technical knowledge and understanding is recognised as an expense when incurred.

Expenditure on development activities, whereby the application research findings are applied to a plan or design for the production of new or substantially improved products and processes, is capitalised as intangible assets when the following criteria are fulfilled:-

- It is technically feasible to complete the intangible asset so that it will be available to use or sale;
- Management intends to complete the intangible asset and use or sell it;
- It can be demonstrated that the intangible asset will generate probable future economic benefits;
- Adequate technical, financial and other resources to complete the development and to use or sell the intangible assets are available; and
- The expenditure attributable to the intangible asset during its development can be reliably measured.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.7 INTANGIBLE ASSETS (CONT'D)

(d) Research and development expenditure (cont'd)

The expenditure capitalised includes the cost of materials, expertise, direct labour and overhead costs that are directly attributable to preparing the asset for its intended use. Capitalised development expenditure is measured at cost less accumulated amortisation and impairment losses, if any. Development expenditure initially recognised as an expense is not recognised as assets in the subsequent period.

The research and development expenditure is amortised on a straight line method over its useful economic lives when the asset is ready for use. In the event that the expected future economic benefits are no longer probable of being recovered, the development expenditure is written down to its recoverable amount.

2.8 IMPAIRMENT OF 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.

An asset's recoverable amount is the higher of an asset's fair value less costs to sell and its value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units ("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 recognised in respect of a CGU or groups of CGUs are allocated first to reduce the carrying amount of any goodwill allocated to those units or groups of units and then, to reduce the carrying amount of the other assets in the unit or groups of units on a pro-rata basis.

Impairment losses are recognised in profit or loss in the period in which it arises. 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 estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. If that is the case, the carrying amount of the asset is increased to its recoverable amount. That increase cannot exceed the carrying amount that would have been determined, net of depreciation, had no impairment loss been recognised previously. Such reversal is recognised in profit or loss. Impairment loss on goodwill is not reversed in a subsequent period.

2.9 SUBSIDIARIES

A subsidiary is an entity over which the Company has the power to govern the financial and operating policies so as to obtain benefits from its activities.

In the Company's separate financial statements, investments in subsidiaries are measured at cost less impairment losses, if any. Impairment losses are charged to profit or loss.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.9 SUBSIDIARIES (CONT'D)

On disposal, the difference between the net disposal proceeds and the carrying amount of the subsidiary disposed of is recognised in profit or losses.

2.10 FINANCIAL ASSETS

Financial assets are recognised in the statements of financial position when, and only when, the Group and the Company become 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 and loss, directly attributable transaction costs.

The Group and the Company determine the classification of their financial assets at initial recognition, and the categories include financial assets at fair value through profit or loss, loans and receivables, held to maturity investments and available-for-sale financial assets.

(a) Financial assets at fair value through profit or loss

Financial assets are classified as financial assets at fair value through profit or loss if they are held for trading or are designated as such upon initial recognition. Financial assets held for trading are derivatives (including separated embedded derivatives) or financial assets acquired principally for the purpose of selling in the near term.

Subsequent to initial recognition, financial assets at fair value through profit or loss are measured at fair value. Any gains or losses arising from changes in fair value are recognised in profit or loss. Net gains or net losses on financial assets at fair value through profit or loss do not include exchange differences, interest and dividend income. Exchange differences, interest and dividend income on financial assets at fair value through profit or loss are recognised separately in profit or loss as part of other losses or other income.

Financial assets at fair value through profit or loss could be presented as current or non-current. Financial assets that is held primarily for trading purposes are presented as current whereas financial assets that is not held primarily for trading purposes are presented as current or non-current based on the settlement date.

The Group and the Company have not designated any financial assets as at fair value through profit or loss.

(b) Loans and receivables

Financial assets with fixed or determinable payments that are not quoted in an active market are classified as loans and receivables.

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

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.10 FINANCIAL ASSETS (CONT'D)

(b) Loans and receivables (cont'd)

Loans and receivables are classified as current assets, except for those having maturity dates later than 12 months after the reporting date which are classified as non-current.

(c) Held-to-maturity investments

Financial assets with fixed or determinable payments and fixed maturity are classified as held-to-maturity when the Group has the positive intention and ability to hold the investment to maturity.

Subsequent to initial recognition, held-to-maturity investments are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the held-to-maturity investments are derecognised or impaired, and through the amortisation process.

Held-to-maturity investments are classified as non-current assets, except for those having maturity within 12 months after the reporting date which are classified as current.

The Group and the Company have not designated any financial assets as held-to-maturity investments.

(d) Available-for-sale financial assets

Available-for-sale financial assets are financial assets that are designated as available for sale or are not classified in any of the three preceding categories.

After initial recognition, available-for-sale financial assets are measured at fair value. Any gains or losses from changes in fair value of the financial assets are recognised in other comprehensive income, except that impairment losses, foreign exchange gains and losses on monetary instruments and interest calculated using the effective interest method are recognised in profit or loss. The cumulative gain or loss previously recognised in other comprehensive income is reclassified from equity to profit or loss as a reclassification adjustment when the financial asset is derecognised. Interest income calculated using the effective interest method is recognised in profit or loss. Dividends on an available-for-sale equity instrument are recognised in profit or loss when the Group and the Company's right to receive payment is established.

Investments in equity instruments whose fair value cannot be reliably measured are measured at cost less impairment loss.

Available-for-sale financial assets are classified as non-current assets unless they are expected to be realised within 12 months after the reporting date.

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.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.10 FINANCIAL ASSETS (CONT'D)

Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the period generally established by regulation or convention in the marketplace concerned. All regular way purchases and sales of financial assets are recognised or derecognised on the trade date, the date that the Company commits to purchase or sell the asset.

2.11 IMPAIRMENT OF FINANCIAL ASSETS

The Group and the Company assess at each reporting date end whether there is any objective evidence that a financial asset is impaired.

(a) Trade and other receivables and other financial assets carried at amortised cost

To determine whether there is objective evidence that an impairment loss on financial assets has been incurred, the Group and the Company consider 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. Objective evidence of impairment for a portfolio of receivables could include the Group's and the Company's past experience of collecting payments, an increase in the number of delayed payments in the portfolio past the average credit period and observable changes in national or local economic conditions that correlate with default on receivables.

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) Unquoted equity securities carried at cost

If there is objective evidence (such as significant adverse changes in the business environment where the issuer operates, probability of insolvency or significant financial difficulties of the issuer) that an impairment loss on financial assets carried at cost has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows discounted at the current market rate of return for a similar financial asset. Such impairment losses are not reversed in subsequent periods.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.11 IMPAIRMENT OF FINANCIAL ASSETS (CONT'D)

(c) Available-for-sale financial assets

Significant or prolonged decline in fair value below cost, significant financial difficulties of the issuer or obligor, and the disappearance of an active trading market are considerations to determine whether there is objective evidence that investment securities classified as available-for-sale financial assets are impaired.

If an available-for-sale financial asset is impaired, an amount comprising the difference between its cost (net of any principal payment and amortisation) and its current fair value, less any impairment loss previously recognised in profit or loss, is transferred from equity to profit or loss.

Impairment losses on available-for-sale equity investments are not reversed in profit or loss in the subsequent periods. Increase in fair value, if any, subsequent to impairment loss is recognised in other comprehensive income. For available-for-sale debt investments, impairment losses are subsequently reversed in profit or loss if an increase in the fair value of the investment can be objectively related to an event occurring after the recognition of the impairment loss in profit or loss.

2.12 CASH AND EQUIVALENTS

Cash and cash equivalents comprise cash at bank and in hand, short term deposits at call and short term deposits pledged to banks which are subject to an insignificant risk of changes in value and have average maturity below 90 days. These also include bank overdrafts that form an integral part of the Group's cash management.

2.13 CONSTRUCTION CONTRACTS

When the outcome of a construction contract can be estimated reliably, contract revenue and contract costs are recognised over the period of contract as revenue and expenses respectively. The Company uses the percentage of completion method to determine the appropriate amount of revenue and costs to recognise in a given period; the stage of completion is measured by reference to the certified work done to date of the proportion the contract costs incurred for work performed to date compared to the estimated total contract costs.

When the outcome of a construction contract cannot be estimated reliably, contract revenue is recognised only to the extent of contract costs incurred that is probably will be recoverable; contract costs are recognised as an expense in the period in which they are incurred.

Irrespective of whether the outcome of the construction contract can be estimated reliably, when it is probable that the total contract costs will exceed the total contract revenue, the expected loss is recognised as an expense immediately.

The aggregate of the cost incurred and the attributable profit or loss recognised on each contract is compared against the progress billing up to the financial year end. When costs incurred plus attributable profits (less foreseeable losses, if any), exceed progress billing, the balance is shown as amount due from customers on construction contracts under receivables (with current assets). Where progress billing exceeds cost incurred plus attributable profits (less foreseeable losses, if any), the balance is shown as amount due to customers on construction contracts under payables (with current liabilities).

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.14 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. Where discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

2.15 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 and the Company become 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.

(a) Financial liabilities at fair value through profit or loss

Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss.

Financial liabilities held for trading include derivatives entered into by the Group and the Company that do not meet the hedge accounting criteria. Derivative liabilities are initially measured at fair value and subsequently stated at fair value, with any resultant gains or losses recognised in profit or loss. Net gains or losses on derivatives include exchange differences.

The Group and the Company have not designated any financial liabilities as at fair value through profit or loss.

(b) Other financial liabilities

The Group's and the Company's other financial liabilities include trade payables, other payables and loans and borrowings.

Trade and other payables are recognised initially at fair value plus directly attributable transaction costs and subsequently measured at amortised cost using the effective interest method.

Loans and borrowings are recognised initially at fair value, net of transaction costs incurred, and subsequently measured at amortised cost using the effective interest method. 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.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.15 FINANCIAL LIABILITIES (CONT'D)

(b) Other financial liabilities (cont'd)

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.

2.16 FINANCIAL GUARANTEE CONTRACTS

A financial guarantee contract is a contract that requires the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payment when due.

Financial guarantee contracts are recognised initially as a liability at fair value, net of transaction costs. Subsequent to initial recognition, financial guarantee contracts are recognised as income in profit or loss over the period of the guarantee. If the debtor fails to make payment relating to financial guarantee contract when it is due and the Company, as the issuer, is required to reimburse the holder for the associated loss, the liability is measured at the higher of the best estimate of the expenditure required to settle the present obligation at the reporting date and the amount initially recognised less cumulative amortisation.

At the reporting date, no value was placed on corporate guarantee provided by the Company to secure credit facility granted to its subsidiaries and the purchase of plant and equipment because there was no significant difference in the net cash flows between the contractual payments under the debt instrument and the payments that would be required without the guarantee where the directors regard the value of the credit enhancement provided by the corporate guarantee as minimal.

2.17 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 and the Company incurred in connection with the borrowing of funds.

2.18 EMPLOYEE BENEFITS

(a) Defined contribution plans

The Group makes 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.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.18 EMPLOYEE BENEFITS (CONT'D)

(b) Employees leave entitlement

Employees entitlement to annual leave are recognised as a liability when they accrue to the employee. The estimated liability for leave is recognised for services rendered by employees up to the reporting date.

(c) Employees share option plans

Employees of the Group receive remuneration in the form of share options as consideration for services rendered. The cost of these equity-settled transactions with employees is measured by reference to the fair value of the options at the date on which the options are granted. This cost is recognised in profit or loss, with a corresponding increase in the employee share option reserve over the vesting period.

The cumulative expense recognised at each reporting date until the vesting date reflects the extent to which the vesting period has expired and the Group's best estimate of the number of options that will ultimately vest. The charge or credit to profit or loss for a period represents the movement in cumulative expense recognised at the beginning and end of that period.

No expense is recognised for options that do not ultimately vest, except for options where vesting is conditional upon a market or non-vesting condition, which are treated as vested irrespective of whether or not the market or non-vesting condition is satisfied, provided that all other performance and/or service conditions are satisfied.

The employee share option reserve is transferred to retained earnings upon expiry of the share options. When the options are exercised, the employee share option reserve is transferred to share capital if new shares are issued, or to treasury shares if the options are satisfied by the reissuance of treasury shares.

2.19 LEASES – 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.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.20 REVENUE

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the Company and the revenue can be reliably measured. Revenue is measured at the fair value of consideration received or receivable.

(a) Landscaping, environmental projects and maintenance contracts

The contracts comprise revenue from providing an integral turnkey contract services, management services and planning and design services for external built environments and infrastructure works.

Revenue from landscaping and environmental projects are recognised based on claims submitted to or certified by customers. Maintenance contracts are based on scheduled monthly work performed as stipulated in the contracts.

Revenue from landfill projects are recognised based on work performed in accordance to a percentage of completion basis.

(b) Sale of electricity generated from renewable energy park

Revenue from the sale of electricity generated from the renewable energy park is recognised as and when the electricity is delivered to the off-taker, based on the invoiced value of sale of electricity computed at a pre-determined rate. This revenue also includes an estimated value of the electricity delivered from the date of their last meter reading and period end. Accrued unbilled revenues are reversed in the following month when actual billings occur.

(c) Interest income

Interest income is recognised on an accrual basis using the effective interest method unless recoverability is in doubt, in which case, it is recognised on receipt basis.

(d) Contruction revenue

Revenue from construction contracts is accounted for by using the stage of completion method as described in Note 2.13.

(e) Management fee

Revenue from management fee is recognised on accrual basis as and when the services are performed.

(f) Dividend income

Dividend income is recognised when the Company's right to receive payment is established.

2.21 INCOME TAXES

(a) Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.21 INCOME TAXES (CONT'D)

(a) Current tax (cont'd)

Current taxes are recognised in profit or loss except to the extent that the tax relates to items recognised outside profit or loss, either in other comprehensive income or directly in equity.

(b) Deferred tax

Deferred tax is provided using the liability method on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes.

Deferred tax liabilities are recognised for all temporary differences, except:

- where the deferred tax liability arises from the initial recognition of goodwill or of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

- in respect of taxable temporary differences associated with investments in subsidiaries, where the timing of the reversal of the temporary differences can be controlled and it is probable that the temporary differences will not reverse in the foreseeable future.

Deferred tax assets are recognised for all deductible temporary differences, carry forward of unused tax credits and unused tax losses, to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised except:

- here the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss; and

- in respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint ventures, deferred tax assets are recognised only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilised.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are reassessed at each reporting date and are recognised to the extent that it has become probable that future taxable profit will allow the deferred tax assets to be utilised.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the year when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in other comprehensive income or directly in equity and deferred tax arising from a business combination is adjusted against goodwill on acquisition.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.21 INCOME TAXES (CONT'D)

(b) Deferred tax (cont'd)

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

2.22 SEGMENT REPORTING

For management purposes, the Group is organised into operating segments based on their services which are independently managed by the respective segment managers responsible for the performance of the respective segments under their charge. The segment managers report directly to the management of the Company who regularly review the segment results in order to allocate resources to the segments and to assess the segment performance. Additional disclosures on each of these segments are shown in Note 29, including the factors used to identify the reportable segments and the measurement basis of segment information.

2.23 EQUITY INSTRUMENTS

An equity instrument is any contract that evidences a residual interest in the assets of the Group and of the Company after deducting all of its liabilities.

(a) Ordinary shares

Ordinary shares are recorded at nominal value and proceeds received in excess of the nominal value of shares issues, if any, are accounted for as share premium. Both ordinary shares and share premium are classified as equity.

(b) Issuance expenses

Costs incurred directly attributable to the issuance of equity instruments are accounted for as a deduction from share premium, if any, otherwise it is charged to the profit or loss.

(c) Dividends

Dividends to shareholders are recognised in equity in the period in which they are declared.

2.24 CONTINGENCIES

A contingent liability or asset is a possible obligation or asset that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of uncertain future event(s) not wholly within the control of the Group.

Contingent liabilities and assets are not recognised in the statements of financial position of the Group.

2.25 GOVERNMENT GRANT

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Group will comply with all attached conditions.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

2.25 GOVERNMENT GRANT (CONT'D)

Government grants shall be recognised in profit or loss on a systematic basis over the periods in which the entity recognises as expenses the related costs for which the grants are intended to compensate. Grants related to income may be presented as a credit in profit or loss, either separately or under a general heading such as "other income". Alternatively, they are deducted in reporting the related expenses. The Group has presented the grant as a deduction in the related expenses.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of financial statements requires management to exercise judgement in the process of applying the accounting policies. It also requires the use of accounting estimates and assumptions that affect the reported amounts of assets, liabilities, and disclosures of contingent assets and liabilities at the end of reporting period, and reported amounts of income and expenses during the financial year.

Although these estimates are based on management's best knowledge of current events and actions, historical experiences and various other factor, including expectations for future events that are believed to be reasonable under the circumstances, actual results may ultimately differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

3.1 JUDGMENTS MADE IN APPLYING ACCOUNTING POLICIES

There are no significant 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.

3.2 KEY SOURCES OF ESTIMATION UNCERTAINTY

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

(a) Revenue from landscaping, infrastructure and environmental projects

The Group and the Company recognise revenue from landscaping, infrastructure and environmental projects based on claims submitted to or certified by customers. However, there are circumstances where revenue is recognised based on work performed but yet to be certified by customers, which are commonly encountered in the final claim submitted upon the completion of the entire project.

In such circumstances, significant judgement is required in determining the amount to be recognised as revenue based on work performed. In making the judgement, the Group and the Company evaluate based on past experience and by relying on the work of other specialists. It is also the policy of the Group and of the Company to have informal discussion with the customers on the amount to be claimed before the formal claims are submitted.

The directors are of the opinion that all claims submitted based on work performed will not differ materially from the eventual certification by the customers.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (CONT'D)

3.2 KEY SOURCES OF ESTIMATION UNCERTAINTY (CONT'D)

(b) Impairment of loans and receivables

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 of impairment, the Group considers factors such as the probability of insolvency or significant financial difficulties of the debtor and default or significant delay in payments.

Where there is objective evidence of impairment, the amount and timing of future cash flows are estimated based on historical loss experience for assets with similar credit risk characteristics. The carrying amount of the Group's loans and receivable at the reporting date is disclosed in Note 8.

(c) Impairment of investment in subsidiaries and plant and equipment

The management determines whether the carrying amount of its investments in subsidiaries and plant and equipment are impaired at each reporting date. This involves measuring the recoverable amounts which includes fair value less costs to sell. Based on the opinion of the directors, adequate impairment loss has been recognised in profit or loss of the Group and of the Company.

(d) Employee share option

The Group measures the cost of equity-settled transactions with employees by reference to the fair value of the equity instruments at the date at which they are granted. Estimating fair value for share-based payment transactions requires determining the most appropriate valuation model, which is dependent on the terms and conditions of the grant. This estimate also requires determining the most appropriate inputs to the valuation model including the expected life of the share option, volatility and dividend yield and making assumptions about them. The assumptions and models used for estimating fair value for share-based payment transactions and the carrying amounts are disclosed in Note 23.

(e) Construction and services contracts

The Group recognises contract revenue and cost based on percentage of completion method. The stage of completion is measured by reference to the contract costs incurred for work performed to date bear to the estimated total contract costs. Significant judgement is required in determining the stage of completion, the extent of the contract costs incurred, the estimated total contract revenue (for contracts other than fixed price contracts) and contract costs, as well as the recoverability of the contracts. Total contract revenue also includes an estimation of the recoverable variation works that are recoverable from customers. In making these judgements, the Group relies on past experience and work of specialist.

(f) Revenue and cost recognition for intangible assets model

The Group adopts the intangible asset model as defined in IC Interpretation 12, and has recognised a reasonable construction margin for the construction of its concession assets. Income and expenses associated with the said construction are recognised based on percentage of completion method. The estimated margin is based on relative fair value of the concession assets less estimated cost of construction of the concession assets.

4. PLANT AND EQUIPMENT

Group	Machinery, furniture and site equipment RM	Office equipment and renovation RM	Motor vehicles RM	Computer and peripherals RM	Plant RM	Capital work-in-progress RM	Total RM
Cost							
At 1 November 2013	3,579,088	668,870	2,934,662	1,284,342	212,608,465	68,949,216	290,024,643
Additions	117,565	10,381	570,000	84,006	63,279	1,192,375	2,037,606
Disposal	-	-	(573,000)	-	-	-	(573,000)
Reclassification	-	-	-	-	51,610,010	(51,610,010)	-
At 31 October 2014	3,696,653	679,251	2,931,662	1,368,348	264,281,754	18,531,581	291,489,249
Additions	9,111	11,830	650,000	43,112	396,080	1,023,408	2,133,541
At 31 October 2015	**3,705,764**	**691,081**	**3,581,662**	**1,411,460**	**264,677,834**	**19,554,989**	**293,622,790**
Accumulated depreciation							
At 1 November 2013	1,693,204	226,914	1,800,395	1,143,103	10,510,774	-	15,374,390
Charge for the year	191,767	144,911	458,908	60,976	12,175,616	-	13,032,178
Disposal	-	-	(525,250)	-	-	-	(525,250)
At 31 October 2014	1,884,971	371,825	1,734,053	1,204,079	22,686,390	-	27,881,318
Charge for the year	198,156	129,797	505,659	66,318	12,603,765	-	13,503,695
At 31 October 2015	2,083,127	501,622	2,239,712	1,270,397	35,290,155	-	41,385,013
Net carrying amount							
At 31 October 2015	**1,622,637**	**189,459**	**1,341,950**	**141,063**	**229,387,679**	**19,554,989**	**252,237,777**
At 31 October 2014	1,811,682	307,426	1,197,609	164,269	241,595,364	18,531,581	263,607,931

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4. PLANT AND EQUIPMENT (CONT'D)

Company	Office equipment and renovation RM	Motor vehicles RM	Computer and peripherals RM	Total RM
Cost				
At 1 November 2013	438,966	30,049	127,871	596,886
Additions	8,054	-	59,661	67,715
At 31 October 2014	447,020	30,049	187,532	664,601
Additions	11,830	-	42,627	54,457
At 31 October 2015	**458,850**	**30,049**	**230,159**	**719,058**
Accumulated depreciation				
At 1 November 2013	129,101	13,092	23,995	166,188
Charge for the year	116,198	6,009	39,624	161,831
At 31 October 2014	245,299	19,101	63,619	328,019
Charge for the year	101,006	6,009	49,696	156,711
At 31 October 2015	**346,305**	**25,110**	**113,315**	**484,730**
Net carrying amount				
At 31 October 2015	**112,545**	**4,939**	**116,844**	**234,328**
At 31 October 2014	201,721	10,948	123,913	336,582

Acquisitions of plant and equipment during the financial year were financed by:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Cash payments (including transfer from a subsidiary)	**1,548,541**	1,517,606	**54,457**	67,715
Finance lease arrangement	**585,000**	520,000	**-**	-
	2,133,541	2,037,606	**54,457**	67,715

4. PLANT AND EQUIPMENT (CONT'D)

Assets held under finance lease

The carrying amount of plant and equipment of the Group held under finance lease at the reporting date was RM 1,334,007 (2014: RM1,181,940).

Lease assets are pledged as security for the related lease liabilities (Note 25 (c)).

Capital work in-progress

The capital work in-progress relates to expenditure for renewable energy plants in the course of construction.

Capitalisation of borrowing costs

The Group's plant and equipment include borrowing costs arising from bank loans borrowed specifically for the purpose of the construction of the plants. During the financial year, the borrowing costs capitalised as cost of plant and equipment amounted to RM909,402 (2014: RM1,107,437).

5. INTANGIBLE ASSETS

Group	Intangible assets recognised pursuant to IC 12 RM	Research and development expenditure RM	Club membership RM	Goodwill RM	Total RM
At 1 November 2013	85,185,677	911,679	170,000	455,148	86,722,504
Additions	140,785,274	4,651,259	-	-	145,436,533
At 31 October 2014	225,970,951	5,562,938	170,000	455,148	232,159,037
Additions	132,534,420	3,631,383	-	-	136,165,803
At 31 October 2015	**358,505,371**	**9,194,321**	**170,000**	**455,148**	**368,324,840**

Company	2015 RM	2014 RM
Research and development expenditure		
At 1 November	**6,605,978**	911,679
Additions	**4,451,085**	5,694,299
At 31 October	**11,057,063**	6,605,978

5. INTANGIBLE ASSETS (CONT'D)

(a) Intangible assets recognised pursuant to IC 12

These intangible assets represent fair value of the consideration receivable for the construction service delivered during the construction stage on a mark-up basis on the cost incurred, in line with the practice of the industry the Group is operating in.

As the concession asset is still under construction, hence the intangible assets are not amortised until it is completed or ready to generate revenue.

During the financial year, the borrowing costs capitalised in the intangible assets amounted to RM6,519,295 (2014: RM5,145,157).

(b) Research and development expenditure

Research and development expenditure comprises expenditure incurred on designing and testing of new or substantially improved products and processes relating to the use of a special technique and design of tools in renewable energy industry. Management believes that it will increase the yield and profit streams principally from renewable energy segment where it can be reasonably anticipated that the costs will be recovered through commercialisation, sale and marketing of all the resulting products from the development.

The research and development expenditure is not amortised during the financial year as it is not ready for its intended use as at the end of the reporting period. The development expenditure will be amortised using the straight line basis over the estimated commercial lives once it is ready for use.

The recoverable amount of this intangible asset has been determined based on value in use calculation using cash flows projections from financial budgets approved by the Directors.

(c) Goodwill

Goodwill arises from the reverse acquisition of the Company in prior years and also the business combination with the three group of subsidiaries.

Goodwill is allocated, at acquisition date, to cash generating units ("CGU") that are expected to benefit from that business combination. The aggregate carrying amounts of goodwill allocated to each CGU are as follows:-

	Group	
	2015	**2014**
	RM	**RM**
Goodwill arises from reverse acquisition	**127,316**	127,316
Subsidiaries in renewable energy segment	**327,832**	327,832
	455,148	455,148

The Group tests the goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

5. INTANGIBLE ASSETS (CONT'D)

(c) Goodwill (cont'd)

(i) Goodwill arises from reverse acquisition

The recoverable amount of this goodwill has been determined based on value in use calculation using cash flow projections from financial budgets approved by senior management covering a five-year period. The pre-tax discount rate applied to the cash flow projections is 12% (2014: 12%). Gross margins are based on average values achieved in the preceding three years.

(ii) Goodwill allocated to subsidiaries in sale of renewable energy segment

The recoverable amount of this goodwill has been determined based on value in use calculation using cash flow projections from financial budgets approved by senior management.

The cash flows were projected based on past experience, actual operating results and long term budget as the subsidiaries have entered into Renewable Energy Power Purchase Agreement ("REPPA") with Tenaga Nasional Berhad ("TNB") for the sale of green electricity to TNB for a duration of 21 years from the day of inception. Management believe that the forecast was justified due to the long term nature of the business.

The revenue is projected in accordance with the installed capacity of the plant and Feed-In-Tariff ("FIT") rate as stated in the REPPA. The budgeted gross margin used to determine the gross margin is the average gross margin achieved in the similar industry and achieved by the subsidiaries in the period immediately before the budget period.

The pre-tax discount rate used is 8% (2014: 8%) which approximate the CGU's cost of fund.

The Group believes that any reasonably possible change in the above key assumptions applied are not likely to materially cause recoverable amount to be lower than its carrying amount.

6. INVESTMENTS IN SUBSIDIARIES

	Company	
	2015	**2014**
	RM	**RM**
Unquoted shares, at cost		
At 1 November	**41,400,970**	41,400,970
Additions	**750,000**	-
At 31 October	**42,150,970**	41,400,970

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6. INVESTMENTS IN SUBSIDIARIES (CONT'D)

Details of the subsidiaries are as follows:

Name of subsidiary	Principal activity	Proportion (%) of ownership interest 2015	2014
Held by the Company:			
Cypark Sdn. Bhd.*	Landscape specialist that offers integrated turnkey contract services, management services and planning and design services for external built environment and landscape maintenance services. Also offers project management services and infrastructure developments.	**100**	100
Cypark Renewable Energy Sdn. Bhd.*	Investment holding and renewable energy specialist that offers environmental engineering and integrated turnkey contract services, management services and planning and design services.	**100**	100
Cypark Smart Resources Sdn. Bhd*	Investment holding.	**100**	100
Held through Cypark Renewable Energy Sdn. Bhd.:			
Kenari Pasifik Sdn. Bhd.**#	Investment holding.	**-**	-
Tiara Insight Sdn. Bhd.**#	Investment holding.	**-**	-
Semangat Sarjana Sdn. Bhd.**#	Investment holding.	**-**	-
Cypark Suria (Negeri Sembilan) Sdn. Bhd.*	Investment holding.	**100**	100
Held through Kenari Pasifik Sdn. Bhd.:			
Gaya Dunia Sdn. Bhd.**#	Engaging in the business of renewable energy.	**-**	-
Held through Tiara Insight Sdn. Bhd.:			
Rentak Raya Sdn. Bhd.**#	Engaging in the business of renewable energy.	**-**	-
Held through Semangat Sarjana Sdn. Bhd.:			
Ambang Fiesta Sdn. Bhd.**#	Engaging in the business of renewable energy.	**-**	-

6. INVESTMENTS IN SUBSIDIARIES (CONT'D)

Name of subsidiary	Principal activity	Proportion (%) of ownership interest 2015	2014
Held through Cypark Suria (Negeri Sembilan) Sdn. Bhd.:			
Cypark Suria (Pajam) Sdn. Bhd.*	Engaging in the business of renewable energy.	**100**	100
Cypark Suria (Kuala Sawah) Sdn. Bhd.*	Engaging in the business of renewable energy.	**100**	100
Cypark Suria (Bukit Palong) Sdn. Bhd.*	Dormant.	**100**	100
Cypark Suria (Sua Betong) Sdn. Bhd.*	Dormant.	**100**	100
Held through Cypark Smart Resources Sdn. Bhd.:			
Cypark Smart Technology (Holdings) Sdn. Bhd.*	Investment holding.	**100**	100
Held through Cypark Smart Technology (Holdings) Sdn. Bhd.:			
Cypark Smart Technology (NS) Sdn. Bhd.*	Investment holding.	**100**	100
Held through Cypark Smart Technology (NS) Sdn. Bhd.:			
Cypark Smart Technology Sdn. Bhd.*	Waste management facilities.	**100**	100

All the subsidiaries are incorporated in Malaysia.

* Audited by Mazars
** Audited by firm other than Mazars
# Refer to Note 6 (b)

(a) On 15 July 2015, the Company had increased its investment in Cypark Renewable Energy Sdn Bhd ("CRE") from RM250,000 to RM1,000,000 by way of subscribing 750,000 ordinary shares of RM1.00 each at par in CRE through the capitalisation of amount owing to Cypark Resources Berhad.

6. INVESTMENTS IN SUBSIDIARIES (CONT'D)

(b) Business combination

The Group has control over the financial and operating policies of these three groups of companies and receives substantially all of the benefits related to their operations and net assets. Consequently, the Group consolidates these six companies.

	Principal activity	Date of control obtained	Effective ownership interest	Consideration transferred
Kenari Pasifik Sdn. Bhd.	Investment holding	30.4.2013	-	-
Held through Kenari Pasifik Sdn. Bhd.:				
Gaya Dunia Sdn. Bhd.	Renewable energy business	30.4.2013	-	-
Tiara Insight Sdn. Bhd.	Investment holding	30.4.2013	-	-
Held through Tiara Insight Sdn. Bhd.:				
Rentak Raya Sdn. Bhd.	Renewable energy business	30.4.2013	-	-
Semangat Sarjana Sdn. Bhd.	Investment holding	30.4.2013	-	-
Held through Semangat Sarjana Sdn. Bhd.:				
Ambang Fiesta Sdn. Bhd.	Renewable energy business	30.4.2013	-	-

7. DEFERRED TAX (ASSETS)/LIABILITIES

Deferred tax (assets)/liabilities as at 31 October relate to the following:

Group	As at 1 November 2013 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2014 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2015 RM
Deferred tax liabilities:					
Plant and equipment	16,622,112	9,436,649	26,058,761	4,658,576	**30,717,337**
Trade payables	204,102	51,022	255,124	(255,124)	**-**
	16,826,214	9,487,671	26,313,885	4,403,452	**30,717,337**

7. DEFERRED TAX (ASSETS)/LIABILITIES (CONT'D)

Deferred tax (assets)/liabilities as at 31 October relate to the following: (cont'd)

Group	As at 1 November 2013 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2014 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2015 RM
Deferred tax assets:					
Provisions	(1,001,703)	963,222	(38,481)	7,555	**(30,926)**
Trade payables	-	-	-	(896,800)	**(896,800)**
Trade receivables	(85,637)	(28,707)	(114,344)	63,386	**(50,958)**
Unabsorbed capital allowances	(16,451,863)	(9,912,933)	(26,364,796)	(3,776,204)	**(30,141,000)**
Unabsorbed business losses	-	(530,222)	(530,222)	530,222	**-**
Unabsorbed investment tax allowances	(364,927)	90,766	(274,161)	(771,101)	**(1,045,262)**
	(17,904,130)	(9,417,874)	(27,322,004)	(4,842,942)	**(32,164,946)**
	(1,077,916)	69,797	(1,008,119)	(439,490)	**(1,447,609)**

Company	As at 1 November 2013 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2014 RM	Recognised in profit or loss (Note 21) RM	As at 31 October 2015 RM
Deferred tax liabilities:					
Plant and equipment	12,271	5,805	18,076	(7,850)	**10,226**
Trade payables	14,758	(2,633)	12,125	(12,125)	**-**
	27,029	3,172	30,201	(19,975)	**10,226**
Deferred tax asset:					
Provisions	(12,638)	(6,280)	(18,918)	11,692	**(7,226)**
Trade receivables	(20,497)	6,543	(13,954)	13,954	**-**
Unabsorbed business losses	-	(530,222)	(530,222)	530,222	**-**
Unabsorbed capital allowances	-	(22,107)	(22,107)	22,107	**-**
	(33,135)	(552,066)	(585,201)	577,975	**(7,226)**
	(6,106)	(548,894)	(555,000)	558,000	**3,000**

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7. DEFERRED TAX (ASSETS)/LIABILITIES (CONT'D)

Presented after appropriate offsetting as follows:-

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Deferred tax assets	**(1,455,609)**	(1,273,119)	**-**	(555,000)
Deferred tax liabilities	**8,000**	265,000	**3,000**	-
	(1,447,609)	(1,008,119)	**3,000**	(555,000)

Deferred tax assets have not been recognised in respect of the following items:

	Group	
	2015	2014
	RM	RM
Unutilised business losses	**(521,667)**	(450,599)
Unabsorbed capital allowances	**-**	(264,971)
Unabsorbed investment tax allowances	**(255,224,240)**	(256,788,298)
	(255,745,907)	(257,503,868)

The Group is eligible to claim 100% investment tax allowance ("ITA") on all qualifying expenditures incurred for its renewable energy business segment, within 5 years from the date that the qualifying expenditure is first incurred. At the reporting date, the Group is entitled to claim ITA on qualifying expenditures incurred on its plant with cost of RM264,520,849 (2014: RM264,281,754). ITA on the said qualifying expenditure is available for offset against future taxable profits of the Group, subject to the agreement of the Inland Revenue Board.

At the reporting date, deferred tax assets arising from the ITA are not recognised as it is too premature for the Group to anticipate their eventual realisation.

8. TRADE AND OTHER RECEIVABLES

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Current				
Trade receivables				
Third party	**19,361,041**	33,759,962	**11,669,304**	7,625,689
Retention sum	**505,492**	1,253,651	**-**	-
Amounts due from subsidiaries	**-**	-	**10,600,000**	9,537,924
Unbilled amount due from customers on work performed	**134,710,140**	128,369,699	**77,880,701**	87,398,556
	154,576,673	163,383,312	**100,150,005**	104,562,169
Less: Allowance for doubtful debts	**(203,833)**	-	**-**	-
Trade receivables, net	**154,372,840**	163,383,312	**100,150,005**	104,562,169

8. TRADE AND OTHER RECEIVABLES (CONT'D)

	Group 2015 RM	Group 2014 RM	Company 2015 RM	Company 2014 RM
Other receivables				
Amounts due from subsidiaries	**-**	-	**144,519,142**	148,598,913
Sundry receivables	**7,247,267**	6,999,542	**315,720**	472,394
Refundable deposits	**1,222,540**	3,110,374	**221,614**	234,950
	8,469,807	10,109,916	**145,056,476**	149,306,257
	162,842,647	173,493,228	**245,206,481**	253,868,426
Non-current				
Trade receivables				
Retention sum	**5,229,014**	2,721,892	**610,689**	614,492
Total trade and other receivables	**168,071,661**	176,215,120	**245,817,170**	254,482,918
Add: Cash and bank balances (Note 10)	**101,467,139**	87,085,577	**36,731,113**	40,510,390
Less: Unbilled amount due from customers on work performed	**(134,506,307)**	(128,369,699)	**(77,880,701)**	(87,398,556)
Total loans and receivables	**135,032,493**	134,930,998	**204,667,582**	207,594,752

(a) TRADE RECEIVABLES

The Group's and the Company's normal trade credit term ranges from 60 to 90 (2014: 60 to 90) days. Other credit terms are assessed and approved on a case-by-case basis. They are recognised at their original invoice amounts which represent their fair values on initial recognition.

The unbilled amount due from customers on work performed mainly relates to the work performed on the projects of the Group. Subsequent billings to and collection from clients amounted to RM19,298,437 (2014: RM15,840,712) and RM28,649,545 (2014: RM18,948,996) respectively.

8. TRADE AND OTHER RECEIVABLES (CONT'D)

(a) TRADE RECEIVABLES (CONT'D)

Ageing analysis of trade receivables

The ageing analysis of the Group's and of the Company's trade receivables (excluding the unbilled amounts due from customers on work performed) are as follows:

	Group		Company	
	2015	**2014**	**2015**	**2014**
	RM	**RM**	**RM**	**RM**
Neither past due nor impaired	**23,058,336**	13,368,673	**22,274,004**	11,196,190
31 to 60 days past due not impaired	**281,884**	2,541,298	**-**	-
61 to 90 days past due not impaired	**409**	3,225,463	**-**	133,170
More than 91 days past due not impaired	**1,754,918**	18,600,071	**605,989**	6,448,745
	2,037,211	24,366,832	**605,989**	6,581,915
Impaired	**-**	-	**-**	-
	25,095,547	37,735,505	**22,879,993**	17,778,105

(i) Receivables that are neither past due nor impaired

Trade receivables that are neither past due nor impaired are retention sums and 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 year.

(ii) Receivables that are past due but not impaired

The Group and the Company have trade receivables amounting to RM2,037,211 (2014: RM24,366,832) and RM605,989 (2014: RM6,581,915), respectively that are past due at the reporting date but not impaired. The Group's trade receivables arise from customers with more than four years of experience with the Group and with good credit history. The receivables that are past due but not impaired are unsecured in nature.

8. TRADE AND OTHER RECEIVABLES (CONT'D)

(a) TRADE RECEIVABLES (CONT'D)

(iii) Receivables that are impaired

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

	Group Individual impaired	
	2015 RM	**2014 RM**
Trade receivables – nominal amounts	**203,833**	-
Less: Allowance for doubtful debts	**(203,833)**	-
	-	-

Movement in allowance accounts:

	Group	
	2015 RM	**2014 RM**
At 1 November	**-**	1,530,271
Additions	**203,833**	-
Written off	**-**	(1,530,271)
At 31 October	**203,833**	-

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

(b) AMOUNTS DUE FROM SUBSIDIARIES

Amounts due from subsidiaries are unsecured, non-interest bearing and repayable on demand.

(c) GRANT RECEIVABLES

Included in other receivables is an amount of RM4,493,075 (2014: RM4,493,075) which represents the government grant receivable by the Group in relation to the construction of facilities for the WTE project at Ladang Tanah Merah. In prior year, the grant income receivable of RM4,493,075 had been offset against its costs or presented in other income as net grant income.

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9. OTHER CURRENT ASSETS

Other current assets inclusive of prepaid operating expenses of RM750,207 (2014: RM1,204,662) and RM260,751 (2014: RM232,143) to the Group and the Company respectively.

10. CASH AND BANK BALANCES AND CASH AND CASH EQUIVALENTS

	Group		Company	
	2015	**2014**	**2015**	**2014**
	RM	**RM**	**RM**	**RM**
Short term deposits with licensed banks	**72,757,550**	66,079,707	**32,595,954**	35,425,476
Cash at banks and in hand	**28,709,589**	21,005,870	**4,135,159**	5,084,914
Cash and bank balances (Note 8)	**101,467,139**	87,085,577	**36,731,113**	40,510,390

Deposits with licensed banks of the Group and of the Company amounting to RM43,739,682 (2014: RM47,511,186) and RM8,928,564 (2014: RM25,011,912) respectively are pledged to licensed banks for credit facilities granted to the Group and the Company. Included herein are deposits totaling RM Nil (2014: RM15,921,597) of the Group kept in a sinking fund pursuant to a condition prescribed in the agreement for a credit facility obtained and hence, are not available for general use.

The interest rates of deposits with licensed banks for the Group and the Company ranging from 2.20% to 3.45% (2014: 2.20% to 3.22%) per annum. The maturities of these deposits at the respective reporting dates ranging from 1 to 365 days (2014: 1 to 365 days).

For the purposes of the statements of cash flows, cash and cash equivalents comprise the following at the reporting date.

	Group		Company	
	2015	**2014**	**2015**	**2014**
	RM	**RM**	**RM**	**RM**
Cash at banks and in hand	**28,709,589**	21,005,870	**4,135,159**	5,084,914
Short term deposits with licensed banks with maturities less than 90 days	**69,860,700**	47,199,476	**32,595,954**	30,277,406
Bank overdrafts (Note 11)	**(5,291,053)**	(21,525,777)	**(4,843,797)**	(18,920,720)
Cash and cash equivalents	**93,279,236**	46,679,569	**31,887,316**	16,441,600

11. LOANS AND BORROWINGS

		Group		Company	
		2015	**2014**	**2015**	**2014**
	Maturity	**RM**	**RM**	**RM**	**RM**
Current					
Secured:					
Finance leases (Note 25(c))	2016	**371,847**	312,493	**-**	-
Bank overdrafts	2016	**5,291,053**	21,525,777	**4,843,797**	18,920,720
Advances against progress claims	2016	**-**	24,414,990	**-**	24,414,990
Trust receipts	2016	**35,647,703**	31,128,981	**12,580,652**	16,175,181
Bill discounting	2016	**-**	1,080,680	**-**	1,080,680
Revolving credits	2016	**48,000,000**	43,700,000	**2,000,000**	2,000,000
Term loans	2016	**24,378,320**	54,978,292	**-**	31,599,972
		113,688,923	177,141,213	**19,424,449**	94,191,543
Non-current					
Secured:					
Finance leases (Note 25(c))	2017 - 2022	**1,352,552**	1,161,829	**-**	-
Term loans	2017 -2026	**203,391,377**	166,767,875	**-**	-
		204,743,929	167,929,704	**-**	-
Total loans and borrowings (Note 12)		**318,432,852**	345,070,917	**19,424,449**	94,191,543

The remaining maturities of the loans and borrowings at the reporting date are as follows:-

	Group		Company	
	2015	**2014**	**2015**	**2014**
	RM	**RM**	**RM**	**RM**
On demand or within 1 year	**113,688,923**	177,141,213	**19,424,449**	94,191,543
More than 1 year and less than 2 years	**28,764,052**	24,679,620	**-**	-
More than 2 year and less than 5 years	**79,829,798**	74,837,961	**-**	-
5 years or more	**96,150,079**	68,412,123	**-**	-
	318,432,852	345,070,917	**19,424,449**	94,191,543

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11. LOANS AND BORROWINGS (CONT'D)

The breakdowns of Islamic and Conventional loans and borrowings are as follow:-

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Current				
Islamic	**90,380,499**	76,985,909	**19,424,449**	23,145,390
Conventional	**23,308,424**	100,155,304	**-**	71,046,153
	113,688,923	177,141,213	**19,424,449**	94,191,543
Non-current				
Islamic	**98,000,000**	49,000,000	**-**	-
Conventional	**106,743,929**	118,929,704	**-**	-
	204,743,929	167,929,704	**-**	-

Obligation under finance leases

These obligations are secured by a charge over the leased assets (Note 4). The flat discount rate implicit in these leases ranged between 2.31% and 3.40% (2014: 2.20% and 3.40%) per annum.

Bank overdrafts and advances against progress claims ("AAPC")

Bank overdrafts and AAPC bear interests ranging from base lending rate ("BLR") + 1% to BLR + 1.75% (2014: BLR + 1% to BLR + 1.75%) per annum.

Bank overdrafts are repayable on demand while AAPC is granted 120 days repayment term.

Trust receipts and bill discounting

Trust receipts bear interests ranging from BLR + 0.5% to BLR + 1.25% and cost of funds ("COF") + 1% to COF + 1.25% (2014: BLR + 0.5% to BLR + 1.25% and cost of funds ("COF") + 1%) per annum. Bill discounting bears interest at BLR + 0.5% (2014: BLR + 0.5%) per annum.

Revolving credits

Revolving credits bear interest ranging from COF + 1.75% to COF + 2.5% (2014: COF + 2% to COF + 2.5%) and BLR + 0.75% (2014: BLR + 0.75%) per annum.

11. LOANS AND BORROWINGS (CONT'D)

Term loans

Term loans bear interests ranging from COF + 2% to COF + 2.25% and at BLR (2014: COF + 2% to COF + 2.25% and BLR to BLR + 1.25%) per annum and are secured by corporate guarantee issued by the Company. One of the term loans is secured by Guarantee Cover from Credit Guarantee Corporation Malaysia Berhad ("CGC").

The above facilities (except for obligation under finance lease and term loans) are secured by way of existing deposits pledged to the financial institutions and corporate guarantee issued by the Company.

12. TRADE AND OTHER PAYABLES

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Current				
Trade payables				
Third party	**139,448,705**	101,647,770	**1,427,445**	1,563,167
Retention sum	**2,102,258**	1,139,010	**-**	-
	141,550,963	102,786,780	**1,427,445**	1,563,167
Other payables				
Amounts due to subsidiaries	**-**	-	**30,785,065**	46,217,554
Sundry payables	**14,021,840**	1,780,937	**1,206,514**	829,191
Accruals	**5,957,305**	8,995,400	**1,958,403**	4,822,950
	19,979,145	10,776,337	**33,949,982**	51,869,695
	161,530,108	113,563,117	**35,377,427**	53,432,862
Non-current				
Trade payables				
Retention sum	**16,243,017**	17,269,148	**525,139**	527,017
Total trade and other payables	**177,773,125**	130,832,265	**35,902,566**	53,959,879
Add: Loans and borrowing (Note 11)	**318,432,852**	345,070,917	**19,424,449**	94,191,543
Total financial liabilities carried at amortised cost	**496,205,977**	475,903,182	**55,327,015**	148,151,422

12. TRADE AND OTHER PAYABLES (CONT'D)

(a) TRADE PAYABLES

These amounts are non-interest bearing. The normal trade credit terms granted to the Group and the Company are ranging from 30 to 90 days (2014: 30 to 90 days) although it is customary for the credit terms to be extended beyond 90 days but generally not more than 120 days.

Included in trade payables and other payables of the Group is an amount due to a related party of RM6,468,134 (2014: RM8,840,020) and RM2,998,603 (2014: RM nil), respectively.

(b) AMOUNTS DUE TO SUBSIDIARIES

These amounts are unsecured, non-interest bearing and repayable on demand.

(c) ADVANCES FROM CUSTOMERS

These amounts are unsecured, non-interest bearing and repayable on demand.

13. SHARE CAPITAL AND SHARE PREMIUM

	Number of ordinary shares of RM0.50 each		Amounts	
	2015	2014	2015 RM	2014 RM
Authorised share capital:				
At beginning of the year	**500,000,000**	200,000,000	**250,000,000**	100,000,000
Created during the year	**-**	300,000,000	**-**	150,000,000
At end of the year	**500,000,000**	500,000,000	**250,000,000**	250,000,000

13. SHARE CAPITAL AND SHARE PREMIUM (CONT'D)

	Number of ordinary shares of RM0.50 each	← Amounts		→
	Share capital	Share capital RM	Share premium RM	Total share capital and share premium RM
Issued and fully paid:				
At 1 November 2013	178,344,650	89,172,325	58,411,469	147,583,794
Ordinary shares issued for cash				
- Under private placement	10,670,410	5,335,205	19,846,963	25,182,168
- Under ESOS	7,799,500	3,899,750	9,956,414	13,856,164
Transaction cost	-	-	(589,758)	(589,758)
At 31 October 2014	196,814,560	98,407,280	87,625,088	186,032,368
Ordinary shares issued for cash				
- Under private placement	44,765,712	22,382,856	42,902,819	65,285,675
- Under ESOS	7,091,000	3,545,500	10,056,287	13,601,787
Transaction cost	-	-	(1,800,082)	(1,800,082)
At 31 October 2015	**248,671,272**	**124,335,636**	**138,784,112**	**263,119,748**

The Company's issued and paid up share capital was listed on the Main Market of Bursa Malaysia Securities Berhad on 15 October 2010. During the financial year, the Company increased its issued and paid-up ordinary share capital from RM98,407,280 to RM124,335,636 by way of:

(a) an issuance of 4,500,000 new CRB Shares at an issue price of RM1.80 per CRB Share through the Private Placement for cash, for additional working capital purposes. The share premium of RM5,850,000 arising from the issuance of CRB Shares and the share issuance costs of RM203,526 have been included in the share premium account;

(b) issuances totaling 40,265,712 new CRB Shares through the placement of up to 40,978,112 new CRB Shares representing twenty percent (20%) of the issued and paid-up share capital of the Company which had been completed on 9 September 2015. The details of the issuances are as follows:

i. Tranche 1 – an issuance of 7,000,000 new CRB Shares at an issue price of RM1.52 per CRB Share for cash and the share premium of RM7,140,000 arising from the issuance of CRB Shares have been included in the share premium account;

ii. Tranche 2 – an issuance of 13,489,056 new CRB Shares at an issue price of RM1.53 per CRB Share for cash and the share premium of RM13,893,728 arising from the issuance of CRB Shares have been included in the share premium account;

13. SHARE CAPITAL AND SHARE PREMIUM (CONT'D)

iii. Tranche 3 – an issuance of 19,776,656 new CRB Shares at an issue price of RM1.31 per CRB Share for cash and the share premium of RM16,019,091 arising from the issuance of CRB Shares have been included in the share premium account; and

iv. The share issuance costs of RM1,596,556 related to the above corporate exercises have been included in the share premium account.

(c) an issuance of 7,091,000 new CRB Shares each through the exercise of options granted by the Company under the existing ESOS by eligible employees of the Group. The share premium of RM10,056,287 arising from the issuance of ordinary shares has been included in the share premium account.

The new ordinary shares rank 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.

The share premium arises from the issuance of ordinary shares and the related share issue cost have been included in the share premium account.

14. REVERSE ACQUISITION RESERVE

In accordance with the principles of reverse acquisition in MFRS 3: Business Combination, the amount recognised as issued instruments in the consolidated financial statements is determined by adding the cost of the business combination to the issued equity of the subsidiary being acquired immediately before the business combination. However, the equity structure appearing in the consolidated financial statements is of the Company.

Therefore, a reverse acquisition reserve of RM36,700,000 has been created, being the difference between the required Group's equity structure and the reported equity of the Company.

15. EMPLOYEE SHARE OPTION RESERVE

Employee share option reserve represents the equity-settled share options granted to employees (Note 23). The reserve is made up of the cumulative value of services received from employees recorded over the vesting period commencing from the grant date of equity-settled share options, and is reduced by the expiry or exercise of the share options.

16. REVENUE

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
		(Restated)		
Landscaping and infrastructure	73,336,182	51,617,445	-	-
Maintenance	3,000,000	840,000	3,000,000	-
Environmental engineering	135,851,841	151,382,748	1,545,460	-
Renewable energy	39,665,233	34,954,629	-	-
Management fee	-	-	13,600,000	7,052,832
Dividend income from a subsidiary	-	-	10,000,000	4,000,000
	251,853,256	238,794,822	28,145,460	11,052,832

Included in the revenue of environmental engineering segment is an amount of RM126,015,125 (2014: RM135,640,117) which represents revenue from construction services contracts.

17. COST OF SALES

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Landscaping and infrastructure	63,186,442	44,989,892	-	-
Maintenance	1,489,980	400,000	1,489,980	-
Environmental engineering	98,505,072	113,178,396	3,157,219	3,188,576
Renewable energy	22,514,410	19,303,847	-	-
	185,695,904	177,872,135	4,647,199	3,188,576

Cost of sales comprised sub-contractors' costs, material costs, labour costs and site expenses.

18. FINANCE COSTS

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Interest expense on:				
- bank overdrafts	264,446	914,360	119,403	623,640
- finance leases	77,787	75,126	-	-
- term loans	9,679,218	11,148,914	91,191	231,902
- bills of discounting	30,199	314,417	-	-
- revolving credits	888,430	540,255	31,729	17,157

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for the year ended 31 October 2015

18. FINANCE COSTS (CONT'D)

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
- letter of credits	**47,023**	31,056	**-**	536
- trust receipts	**1,119,745**	1,282,219	**8,812**	92,413
- bank guarantee commissions	**458,301**	604,783	**64,599**	373,785
Unwinding of discount	**499,033**	-	**362**	-
	13,064,182	14,911,130	**316,096**	1,339,433

19. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax from continuing operations:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Statutory audit :				
- auditors of the Company	**188,000**	156,500	**58,000**	55,000
- other auditors	**25,500**	25,500	**-**	-
Allowance for doubtful debts	**203,833**	-	**-**	-
Depreciation of plant and equipment	**13,503,695**	13,032,178	**156,711**	161,831
Foreign exchange loss/(gain) :				
- realised	**983,203**	(220,842)	**-**	-
- unrealised	**3,233,706**	502,784	**-**	-
Operating lease:				
- minimum lease payments on premises	**6,621,510**	4,739,205	**126,830**	92,652
- minimum lease payments on site equipment	**189,215**	24,073	**-**	-
- minimum lease payments on motor vehicles	**732,551**	423,243	**232,728**	263,720
- minimum lease payments on office equipment	**63,985**	32,025	**10,507**	6,935
- minimum lease payments on land	**510,889**	486,733	**-**	-
Gain on disposal of plant and equipment	**-**	(88,250)	**-**	-
Finance income - other liabilities at amortised costs	**-**	(817,814)	**-**	(15,639)
Interest income from loans and receivables	**(1,784,440)**	(1,832,080)	**(739,159)**	(968,271)
Employee benefits expense:				
- salaries and wages				
- current	**10,949,572**	9,095,100	**2,762,411**	675,503
- overprovision in prior year	**(5,547,190)**	-	**(3,546,430)**	-
- defined contribution plan				
- current	**1,289,275**	1,066,868	**345,447**	86,566
- overprovision in prior year	**(665,663)**	-	**(425,571)**	-
- social security contributions	**62,564**	53,422	**12,012**	6,286
- other benefits	**748,385**	701,060	**356,315**	482,812
Non-executive directors' remuneration (Note 20)	**429,000**	390,000	**429,000**	390,000

20. DIRECTORS' REMUNERATIONS

The details of remunerations receivable by directors of the Company during the year are as follows:

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Executive:				
Salaries and other allowances	**3,404,600**	2,136,000	**3,404,600**	2,136,000
Defined contribution plan	**400,632**	248,404	**400,632**	248,404
Social security contribution	**620**	620	**620**	620
Total executive directors' remuneration	**3,805,852**	2,385,024	**3,805,852**	2,385,024
Non-executive:				
Fees, representing total non - executive directors' remuneration	**429,000**	390,000	**429,000**	390,000
Total non-executive directors' remuneration (Note 19)	**429,000**	390,000	**429,000**	390,000
Total directors' remuneration (Note 24(b))	**4,234,852**	2,775,024	**4,234,852**	2,775,024

The number of directors of the Company whose total remuneration during the financial year fell within the following band is analysed below:

	Number of directors	
	2015	2014
Executive directors:		
RM1,100,001 – RM1,200,000	**-**	1
RM1,200,001 – RM1,300,000	**-**	1
RM1,400,001 – RM1,500,000	**1**	-
RM2,300,001 – RM2,400,000	**1**	-
Non-executive directors:		
RM50,001 – RM100,000	**2**	2
RM100,001 – RM150,000	**2**	2

21. INCOME TAX EXPENSE/(INCOME)

Major components of income tax expense

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Malaysian income tax:				
- Current income tax	**7,613,573**	3,839,951	**2,700,000**	-
- Under/(Over) provision in prior years	**181,885**	(853,369)	**-**	(159,702)
	7,795,458	2,986,582	**2,700,000**	(159,702)
Deferred income tax (Note 7):				
- (Reversal)/Origination of temporary differences	**(174,490)**	(252,491)	**558,000**	(551,000)
- (Over)/Under provision in prior years	**(265,000)**	322,288	**-**	2,106
	(439,490)	69,797	**558,000**	(548,894)
	7,355,968	3,056,379	**3,258,000**	(708,596)

The reconciliations between tax expense and the product of accounting profit multiplied by the applicable corporate tax rate for the years ended 31 October 2015 and 2014 are as follows:

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Profit before tax	**50,871,947**	42,998,628	**22,050,664**	1,526,752
Taxation at Malaysian statutory tax rate of 25% (2014: 25%)	**12,717,987**	10,749,657	**5,512,666**	381,688
Non-deductible expenses	**938,219**	699,440	**245,334**	112,456
Income not subject to tax	**(4,997,959)**	(7,223,138)	**(2,500,000)**	(1,045,144)
Unrecognised current year business losses	**-**	33,306	**-**	-
Utilisation of deferred tax assets previously not recognised	**(1,219,164)**	(671,805)	**-**	-
(Over)/Under provisions of deferred tax in prior years	**(265,000)**	322,288	**-**	2,106
Under/(Over) provision of tax expense in prior years	**181,885**	(853,369)	**-**	(159,702)
Income tax expense recognised in profit or loss	**7,355,968**	3,056,379	**3,258,000**	(708,596)

Domestic current income tax is calculated at the Malaysian statutory tax rate of 25% (2014: 25%) of the estimated assessable profit for the year.

The Company is on single tier income tax system, accordingly the entire retained earnings of the Company are available for distribution by way of dividends without incurring additional tax liability.

22. EARNINGS PER SHARE

Basic earnings per share amounts are calculated by dividing profit for the year, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial year.

Diluted earnings per share amounts are calculated by dividing profit for the year, net of tax, attributable to owners of the parent by the weighted average number of ordinary shares outstanding during the financial year plus the weighted average number of ordinary shares that would be issued on the conversion of all the dilutive potential ordinary shares into ordinary shares.

The following reflect the profit and share data used in the computation of basic and diluted earnings per share for the years ended 31 October 2015 and 2014:

	Group	
	2015 RM	**2014 RM**
Profit net of tax, attributable to owners of the parent used in the computation of basic and diluted earnings per share	**43,515,979**	39,942,249

	Group	
	2015 Number of shares	**2014 Number of shares**
Weighted average number of ordinary shares for basic earnings per share computation	**209,854,470**	184,097,814
Effects of dilution - share options	**-**	7,476,000
Weighted average number of ordinary shares for diluted earnings per share computation	**209,854,470**	191,573,814
Earnings per share attributable to owners of the parent (sen per share)		
- Basic	**20.74**	21.70
- Diluted	**20.74**	20.85

There have been no other transactions involving ordinary shares or potential ordinary shares since the reporting date and before the completion of these financial statements.

23. EMPLOYEE SHARE OPTION PLANS

The Group's Employees' Share Options Scheme ("ESOS") which was governed by the By-Laws approved by the shareholders at an Extraordinary General Meeting held on 22 September 2010 has expired on 13 October 2015.

The salient features of the ESOS are as follows:

(i) The ESOS options of 2010 options, 2011 options and 2013 options shall be in force commencing 14 October 2010, 22 December 2011 and 3 September 2013 respectively. All of these ESOS options will be expiring on 13 October 2015;

(ii) The Option Committee appointed by the Board of Directors to administer the ESOS, may from time to time grant options to eligible employees of the Group to subscribe for new ordinary shares of RM0.50 each in the Company;

23. EMPLOYEE SHARE OPTION PLANS (CONT'D)

The salient features of the ESOS are as follows: (cont'd)

(iii) The total number of new ordinary shares to be offered under the ESOS shall not exceed in aggregate fifteen (15) per centum of the issued and paid-up share capital of the Company at any point in time during the existence of the ESOS and out of which not more than 50% of the shares shall be allocated, in aggregate, to executive directors and senior management. In addition, not more than 10% of the shares available under the ESOS shall be allocated to any individual director or employee who, either singly or collectively through person(s) connected with him/her, holds 20% or more in the issued and paid-up capital of the Company;

(iv) Eligible persons are employees and executive directors in full time employment (including contract employees) and payroll of at least one (1) company within the Group and have attained the age of eighteen (18) years;

(v) The criterion of allotment of new shares is by reference to the category of the eligible persons in consideration with due regard to the performance in the Group and seniority of the eligible persons;

(vi) The price at which the grantee is entitled to subscribe for each ordinary share under the ESOS shall be:

(a) in respect of any offer which is made in conjunction with the listing of the Company on the Main Market of Bursa Malaysia Securities Berhad, the initial public offer price to Malaysian public; or

(b) in respect of any offer which is made subsequent to the listing of the Company on the Main Market of Bursa Malaysia Securities Berhad, set at a discount of not more than ten per centum (10%) of the 5-day weighted average market price of the ordinary shares of the Company for the five (5) market days immediately preceding the date of the offer, or the par value of such share of the Company, whichever is higher.

(vii) In respect of the offers of 2011 options and 2013 options, the options shall become exercisable after the acceptance by employees. The employees' entitlements to the options are vested as soon as they become exercisable; and

(viii) All new ordinary shares issued upon exercise of the options granted under the ESOS will rank pari passu in all respects with the existing ordinary shares of the Company except that the new ordinary shares issued shall not rank for any dividend, rights or other distributions declared, made or paid to shareholders prior to the date of allotment.

Movement of share options during the financial year

The following table illustrates the number and weighted average exercise prices ("WAEP") of, and movements in, share options during the financial year:

2010 Options

	Group/Company			
	2015		2014	
	Number	WAEP RM	Number	WAEP RM
Outstanding at 1 November	**-**	**1.10**	1,428,000	1.10
- Exercised	**-**	**1.10**	(1,428,000)	1.10
Outstanding/Exercisable at 31 October	**-**	**1.10**	-	1.10

23. EMPLOYEE SHARE OPTION PLANS (CONT'D)

2011 Options

	Group/Company			
	2015		2014	
	Number	WAEP RM	Number	WAEP RM
Outstanding at 1 November	**2,921,000**	**1.34**	6,020,500	1.34
- Exercised	**(2,921,000)**	**1.34**	(3,099,500)	1.34
Outstanding/Exercisable at 31 October	**-**	**1.34**	2,921,000	1.34

2013 Options

	Group/Company			
	2015		2014	
	Number	WAEP RM	Number	WAEP RM
Outstanding at 1 November	**4,555,000**	**1.65**	7,827,000	1.65
- Exercised	**(4,170,000)**	**1.65**	(3,272,000)	1.65
- Expired	**(385,000)**	**1.65**	-	1.65
Exercisable at 31 October	**-**	**1.65**	4,555,000	1.65

All these options issued pursuant to the Existing ESOS have expired on 13 October 2015.

Fair value of share options granted

The fair value of share options granted during the financial period was estimated at the grant date using the binomial option pricing model, taking into account the terms and conditions upon which the instruments were granted. The model simulates the total shareholder return and compares it against the group of principal competitors. It takes into account historic dividends, share price fluctuation covariance of the Company and each entity of the group of competitors to predict the distribution of relative share performance.

The following table lists the inputs to the option pricing models for 2010 Options, 2011 Options and 2013 Options:-

	2010 Options	2011 Options	2013 Options
Weighted average share price (RM)	1.04	1.38	1.88
Weighted average exercise price (RM)	1.10	1.34	1.65
Expected volatility (%)	40.00	20.00	36.60
Expected life (years)	5.00	3.80	2.11
Risk-free interest rate (%)	2.30	3.00	3.28
Dividend yield (%)	2.88	2.21	2.21

The expected life of the options is based on historical data and is not necessarily indicative of exercise patterns that may occur. The expected volatility reflects the assumption that the historical volatility over a period similar to the life of the options is indicative of future trends, which may not necessarily be the actual outcome.

23. EMPLOYEE SHARE OPTION PLANS (CONT'D)

Upon the expiration of the existing ESOS, the Group has implemented the New ESOS on 19 October 2015, which was governed by the By-Laws approved by the shareholders at the Tenth Annual General Meeting convened on 21 April 2015.

The salient features of the ESOS are as follows:

(i) The Option Committee appointed by the Board of Directors to administer the New ESOS, may from time to time grant options to eligible employees and directors of the Group to subscribe for new CRB Shares;

(ii) The total number of new ordinary shares to be offered under the New ESOS shall not exceed in aggregate fifteen percent (15%) of the issued and paid-up share capital of the Company at any point in time during the existence of the New ESOS. In addition, not more than 10% of the new CRB Shares available under the New ESOS shall be allocated to any individual director or employee who, either singly or collectively through person(s) connected with him/her, holds 20% or more in the issued and paid-up capital of the Company;

(iii) Eligible persons are employees and directors of the Group that have attained the age of eighteen (18) years, in full time confirmed employment and payroll or such person is serving in a specific designation under an employee contract for a fixed duration of at least one (1) year, not a participant of any other employee share option scheme within the Group which is in force for the time being and such person has fulfilled any other eligibility criteria determined by the Option Committee. For the avoidance of doubt, the Option Committee may determine any other eligibility criteria and/or waive any of the conditions of eligibility as set out in the By-Laws, for purposes of selecting an eligible person at any time and from time to time, in the Option Committee's discretion;

(iv) The criterion of allotment of new CRB Shares is by reference to the category of the eligible persons in consideration with due regard to, amongst others, the performance in the Group and seniority of the eligible persons;

(v) The price at which the grantee is entitled to subscribe for each new CRB Share under the New ESOS shall be determined based on the five (5)-day weighted average market price of the CRB Shares immediately preceding the date of offer, with a discount of not more than ten percent (10%) or such other percentage of discount as may be permitted by Bursa Malaysia Securities Berhad or any other relevant authorities from time to time during the duration of the New ESOS. In any event, the exercise price of the New ESOS options will not be lower than the par value of CRB Share of RM0.50 each; and

(vi) All new CRB Shares issued upon exercise of the options granted under the New ESOS will rank pari passu in all respects with the existing CRB Shares except that the new CRB Shares issued will not be entitled to any dividend, rights or other distributions declared, made or paid to shareholders prior to the date of allotment.

There were no ESOS options of 2015 granted to any employee of the Group and the Company as at the year end.

24. RELATED PARTY TRANSACTIONS

(a) SALE AND PURCHASE OF GOODS AND SERVICES

In addition to the related party information disclosed 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:

	2015 RM	2014 RM
Group		
Accounting fees charged to a related party*	**(30,000)**	(30,000)
Amount charged by a related party for work performed on the landscaping and infrastructure projects*	**1,585,450**	10,057,142
Amount charged by a related party for work performed on the environmental engineering projects*	**5,726,855**	-
Company		
Dividend received from a subsidiary	**(10,000,000)**	(4,000,000)
Management fees charged to subsidiaries	**(13,600,000)**	(7,052,832)
Staff costs backcharged to subsidiaries	**(5,094,352)**	(1,979,723)
Amounts charged by a subsidiary for work performed on development cost	**2,340,000**	2,195,000
Staff costs backcharged by a subsidiary	**2,991,988**	1,160,528

** Related party refers to a company in which certain directors have financial interests, namely CyEn Resources Sdn. Bhd.*

(b) COMPENSATION OF KEY MANAGEMENT PERSONNEL

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Short term employee benefit	**5,029,369**	3,344,608	**4,279,369**	2,832,250
Defined contribution plan	**544,125**	348,083	**454,125**	285,154
Other benefits	**1,240**	1,240	**620**	620
	5,574,734	3,693,931	**4,734,114**	3,118,024

24. RELATED PARTY TRANSACTIONS (CONT'D)

(b) COMPENSATION OF KEY MANAGEMENT PERSONNEL (CONT'D)

Included in the key management personnel are:

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Director's remuneration (Note 20)	**4,234,852**	2,775,024	**4,234,852**	2,775,024

Directors' interest in employee share option scheme

During the financial year, two (2014: two) of the above-mentioned directors had exercised 3,975,000 (2014: 1,575,000) share options.

At the reporting date, the total number of outstanding share options granted by the Company to the above-mentioned directors under the employee share option scheme amounted to Nil (2014: 4,100,000).

25. COMMITMENTS

(a) CAPITAL COMMITMENTS

Capital expenditure as at the reporting date is as follows:

	Group	
	2015	2014
	RM	RM
Capital expenditure:		
Approved and contracted for:-		
Intangible assets (Note 5(a))	**236,166,710**	15,092,434

(b) OPERATING LEASE COMMITMENTS - AS LESSEE

The Group has entered into commercial leases on certain motor vehicles, premises, site and office equipment. Future minimum rentals payable under non-cancellable operating leases at the reporting date are as follows:

	Group		Company	
	2015	2014	2015	2014
	RM	RM	RM	RM
Not later than 1 year	**949,130**	5,085,322	**39,368**	90,050
Later than 1 year but not later than 5 years	**1,627,578**	1,805,363	**7,170**	69,655
Later than 5 years	**3,239,520**	3,563,472	**-**	-
	5,816,228	10,454,157	**46,538**	159,705

25. COMMITMENTS (CONT'D)

(c) FINANCE LEASE COMMITMENTS

The Group has finance leases for certain motor vehicles (Note 4).

Future minimum lease payments under finance leases together with the present value of the net minimum lease payments are as follows:

	Group	
	2015 RM	2014 RM
Minimum lease payments:		
Not later than 1 year	**452,304**	379,083
Later than 1 year but not later than 2 years	**445,180**	351,420
Later than 2 years but not later than 5 years	**838,867**	769,074
Later than 5 years	**219,908**	163,249
Total minimum lease payments	**1,956,259**	1,662,826
Less: Amounts representing finance charges	**(231,860)**	(188,504)
Present value of minimum lease payments	**1,724,399**	1,474,322
Present value of payments:		
Not later than 1 year	**371,847**	312,493
Later than 1 year but not later than 2 years	**385,732**	301,300
Later than 2 years but not later than 5 years	**754,838**	703,001
Later than 5 years	**211,982**	157,528
Present value of minimum lease payments	**1,724,399**	1,474,322
Less: Amount due within 12 months (Note 11)	**(371,847)**	(312,493)
Amount due after 12 months (Note 11)	**1,352,552**	1,161,829

26. FAIR VALUE OF FINANCIAL INSTRUMENTS

Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value:

	Note
Trade and other receivables	8
Cash and bank balances	10
Loan and borrowings	11
Trade and other payables	12

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

The carrying amounts of the current portion of loans and borrowings are reasonable approximations of fair values due to the insignificant impact of discounting.

The fair values of loans and borrowings are estimated by discounting expected future cash flows at market incremental lending rate for similar types of lending, borrowing or leasing arrangements at the reporting date.

Amounts due from/(to) subsidiaries and finance lease obligations

The fair values of these financial instruments are estimated by discounting expected future cash flows at market incremental lending rate for similar types of lending, borrowing or leasing arrangements at the reporting date.

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

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

The Board of Directors reviews and agrees with the policies and procedures established for these risks, which are executed by the Chief Financial Officer. The audit committee provides independent oversight to the effectiveness of the risk management process.

It is, and has been throughout the current and previous financial year, the Group's policy that no derivatives shall be undertaken except for the use as hedging instruments where appropriate and cost-efficient. The Group and the Company do not apply hedge accounting.

The following sections provide details regarding the Group's and the Company's exposure to the abovementioned 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 and the Company's exposure to credit risk arises primarily from trade and other receivables. For other financial assets (including cash and bank balances), the Group and the Company minimise credit risk by dealing exclusively with high credit rating counterparties.

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

(a) CREDIT RISK (CONT'D)

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.

Exposure to credit risk

At the reporting date, the Group's and the Company's maximum exposure to credit risk is represented by:

- The carrying amount of each class of financial assets recognised in the statements of financial position.

- Nominal amounts of RM444,700,000 (2014: RM343,700,000) relating to corporate guarantees provided by the Company to financial institutions on its subsidiaries' bank loans.

Credit risk concentration profile

At the reporting date, the Group has a significant concentration of credit risk in the form of outstanding balances from five customers (2014: four customers) representing approximately 88% (2014: 81%) of the total trade receivables. The amounts due from customers on work performed mainly relate to unbilled portion of work performed on the closure and restorations of landfills, landscape development and maintenance as well as sale of renewable energy.

Financial assets that are neither past due nor impaired

Information regarding financial assets that are neither past due nor impaired is disclosed in Note 8. Deposits with banks that are neither past due nor impaired are placed with or entered into with reputable financial institutions or companies with high credit ratings and no history of default.

Information regarding financial assets that are either past due or impaired is disclosed in Note 8.

(b) LIQUIDITY RISK

Liquidity risk is the risk that the Group or the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Group's and the Company's exposure to liquidity risk arises primarily from mismatches of the maturities of financial assets and liabilities. The Group's and the Company's objective is to maintain a balance between continuity of funding and flexibility through the use of stand-by credit facilities.

Analysis of financial instruments by remaining contractual maturities

The table below summarises the maturity profile of the Group's and of the Company's liabilities at the reporting date based on contractual undiscounted repayment obligations.

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

(b) LIQUIDITY RISK (CONT'D)

Analysis of financial instruments by remaining contractual maturities (cont'd)

	2015				
	On demand or within one year RM	**One to two years RM**	**Two to five years RM**	**Over Five years RM**	**Total**
Group					
Financial liabilities:					
Trade and other payables, excluding financial guarantees*	**161,530,108**	**15,758,409**	**2,279,751**	**-**	**179,568,268**
Loans and borrowing	**123,636,396**	**37,127,861**	**105,237,249**	**111,105,425**	**377,106,931**
Total undiscounted Financial liabilities	**285,166,504**	**52,886,270**	**107,517,000**	**111,105,425**	**556,675,199**
Company					
Financial liabilities:					
Trade and other payables, excluding financial guarantees*	**35,377,427**	**577,079**	**-**	**-**	**35,954,506**
Loans and borrowing	**19,424,449**	**-**	**-**	**-**	**19,424,449**
Total undiscounted Financial liabilities	**54,801,876**	**577,079**	**-**	**-**	**55,378,955**

	2014				
	On demand or within one year RM	**One to two years RM**	**Two to five years RM**	**Over Five years RM**	**Total**
Group					
Financial liabilities:					
Trade and other payables, excluding financial guarantees*	113,563,117	16,585,762	2,731,917	-	132,880,796
Loans and borrowing	188,631,503	34,574,240	94,534,395	81,190,952	398,931,090
Total undiscounted Financial liabilities	302,194,620	51,160,002	97,266,312	81,190,952	531,811,886

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

(b) LIQUIDITY RISK (CONT'D)

Analysis of financial instruments by remaining contractual maturities (cont'd)

	2014				
	On demand or within one year RM	One to two years RM	Two to five years RM	Over Five years RM	Total
Company					
Financial liabilities:					
Trade and other payables, excluding financial guarantees*	53,432,862	575,515	-	-	54,008,377
Loans and borrowing	94,191,543	-	-	-	94,191,543
Total undiscounted Financial liabilities	147,624,405	575,515	-	-	148,199,920

* At the reporting date, the counterparties to the bank guarantees do not have a right to demand cash as the default has not occurred. Accordingly, financial guarantees under the scope of MFRS 139 are not included in the above maturity profile analysis.

(c) INTEREST RATE RISK

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

The Group's and the Company's exposure to interest rate risk arises primarily from their loans and borrowings. The Group manages its interest rate exposure by maintaining a prudent mix of fixed and floating rate borrowings. The Group actively reviews its debt portfolio, taking into account the investment holding period and nature of its assets. This strategy allows it to capitalise on cheaper funding in a low interest rate environment and achieve a certain level of protection against rate hikes.

Sensitivity analysis for interest rate risk

At the reporting date, if interest rates had been 50 basis points higher/lower, with all other variables held constant, the Group's profit net of tax would have been RM640,000 (2014: RM1,109,000) lower/higher, arising mainly as a result of an increase in the fair value of fixed rate term loans. The assumed movement in basis points for interest rate sensitivity analysis is based on the currently observable market environment.

(d) 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.

27. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONT'D)

(d) FOREIGN CURRENCY RISK (CONT'D)

The Group has transactional exposures arising from purchases that are denominated in a currency other than the functional currency of the Group, Ringgit Malaysia ("RM"). The foreign currency in which these transactions are denominated are mainly United States Dollar ("US").

Foreign exchange exposures in transactional currencies other than functional currencies of the operating entities are kept to an acceptable level.

The net unhedged financial liabilities of the Group that are not denominated in its functional currency are as follows:-

Group	**Financial liabilities held in non-functional currency USD**
Functional Currency	
At 31 October 2015	
Ringgit Malaysia	**14,726,656**
At 31 October 2014	
Ringgit Malaysia	21,587,351

Sensitivity analysis of foreign currency risk

The following table demonstrates the sensitivity of the Group's profit net of tax to a reasonably possible change in the USD exchange rates against the functional currency of the Group, with all other variables held constant.

		Group	
		2015	**2014**
		RM	**RM**
Increase/(decrease) to profit net of tax			
USD/RM	- Strengthened 2%	**(220,901)**	(323,810)
	- Weakened 2%	**220,901**	323,810

28. 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 capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the years ended 31 October 2015 and 31 October 2014.

28. CAPITAL MANAGEMENT (CONT'D)

The Group monitors capital using gearing ratio, which is net debt divided by total capital plus net debt. The Group's policy is to keep the gearing ratio below 50%. The Group includes within net debt, loans and borrowings less cash and bank balances. Capital includes equity attributable to the owners of the parent.

	Group		Company	
	2015 RM	**2014 RM**	**2015 RM**	**2014 RM**
Loans and borrowings (Note 11)	**318,432,852**	345,070,917	**19,424,449**	94,191,543
Less: Cash and bank balances (Note 10)	**(101,467,139)**	(87,085,577)	**(36,731,113)**	(40,510,390)
Net debt	**216,965,713**	257,985,340	**(17,306,664)**	53,681,153
Equity attributable to the owners of the parents, representing total capital	**393,530,834**	285,801,050	**279,785,665**	196,779,196
Capital and net debts	**610,496,547**	543,786,390	**262,479,001**	250,460,349
Gearing ratio	**35.5%**	47.4%	**N/A**	21.4%

29. SEGMENT INFORMATION

Reporting format

The primary segment reporting format is determined to be business segments as the Group's risks and rates of return are affected predominantly by differences in the services provided. The operating businesses are organised and managed separately according to the nature of the services provided, with each segment representing a strategic business unit that provides different services and serves different markets.

Business segments

For management purposes, the Group is organised into business units and has the following reportable business segments:

(i) Environmental engineering — Provision of nature conservation and environmental amelioration for customers and offer environmental engineering and integrated turnkey contract services, management services, planning and design services; and

(ii) Landscaping and infrastructure — Provision of landscape services, project management services and infrastructure developments; and

(iii) Maintenance — Maintenance of landscape services for public parks, public amenities and other landscape developments; and

(iv) Renewable energy — Engage in renewable energy businesses.

The directors are of the opinion that all inter-segment transactions have been entered into in the normal course of business and have been established on terms and conditions that are not materially different from those obtainable in transactions with unrelated parties.

29. SEGMENT INFORMATION (CONT'D)

Geographical segments

No segmental information is provided on a geographical basis as the Group's activities are conducted predominantly in Malaysia.

Allocation basis and transfer pricing

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

Information about major customers

The following details relate to major customers with revenue equal or more than 10% of the Group's total revenue and all these revenue arose from the sales by the environmental engineering segment:-

	Number of customers	Revenue RM	Percentage of total revenue %
2015			
Renewable energy	**1**	**36,468,808**	**14%**
Landscaping and infrastructure	**1**	**34,040,597**	**14%**
2014			
Renewable energy	1	33,497,145	14%

The following table provides an analysis of the Group's revenue, results, assets and liabilities by business segments:-

31 October 2015	Environmental Engineering RM	Landscaping & Infrastructure RM	Maintenance RM	Renewable Energy RM	Total RM
Revenue					
Total revenue	**213,113,084**	**73,336,182**	**3,000,000**	**39,865,233**	**329,314,499**
Inter-segment revenue	**(77,261,243)**	**-**	**-**	**(200,000)**	**(77,461,243)**
Revenue from external customers	**135,851,841**	**73,336,182**	**3,000,000**	**39,665,233**	**251,853,256**
Results					
Adjusted earnings before interest, taxes, depreciation and amortisation ("EBITDA")	**34,113,100**	**10,337,992**	**1,510,020**	**29,934,105**	**75,895,217**
Allowance for doubtful debts	**-**	**-**	**-**	**(203,833)**	**(203,833)**

29. SEGMENT INFORMATION (CONT'D)

The following table provides an analysis of the Group's revenue, results, assets and liabilities by business segments:- (cont'd)

31 October 2015	Environmental Engineering RM	Landscaping & Infrastructure RM	Maintenance RM	Renewable Energy RM	Total RM
EBITDA	**34,113,100**	**10,337,992**	**1,510,020**	**29,730,272**	**75,691,384**
Depreciation	**(692,608)**	**-**	**-**	**(12,811,087)**	**(13,503,695)**
Interest income	**1,254,944**	**430,911**	**-**	**62,585**	**1,748,440**
Finance costs	**(2,159,130)**	**(1,101,748)**	**-**	**(9,803,304)**	**(13,064,182)**
Profit before tax	**32,516,306**	**9,667,155**	**1,510,020**	**7,178,466**	**50,871,947**
Income tax expense					**(7,355,968)**
Profit net of tax					**43,515,979**
Segment assets	**524,027,701**	**80,886,567**	**3,000,000**	**284,421,365**	**892,335,633**
Included in the measure of segment assets is:-					
Additions to non-current assets other than financial instruments and deferred tax assets					
- Plant and equipment	**714,053**	**-**	**-**	**1,419,488**	**2,133,541**
- Intangible assets	**136,165,803**	**-**	**-**	**-**	**136,165,803**
	136,879,856	**-**	**-**	**1,419,488**	**138,299,344**
Segment liabilities	**264,378,883**	**60,909,588**	**-**	**173,516,328**	**498,804,799**

31 October 2014	Environmental Engineering RM	Landscaping & Infrastructure RM	Maintenance RM	Renewable Energy RM	Total RM
Revenue					
Total revenue	193,643,488	51,617,445	840,000	34,954,629	281,055,562
Inter-segment revenue	(42,260,740)	-	-	-	(42,260,740)
Revenue from external customers	151,382,748	51,617,445	840,000	34,954,629	238,794,822
Results					
Adjustment earnings before interest, taxes, depreciation and amortisation ("EBITDA")	33,743,947	7,062,020	440,000	27,863,889	69,109,856
Depreciation	(646,978)	-	-	(12,385,200)	(13,032,178)
Interest income	1,394,703	357,650	-	79,727	1,832,080
Finance costs	(3,339,923)	(848,802)	-	(10,722,405)	(14,911,130)
Profit before tax	31,151,749	6,570,868	440,000	4,836,011	42,998,628
Income tax expense					(3,056,379)
Profit net of tax					39,942,249

29. SEGMENT INFORMATION (CONT'D)

The following table provides an analysis of the Group's revenue, results, assets and liabilities by business segments:- (cont'd)

31 October 2014	Environmental Engineering RM	Landscaping & Infrastructure RM	Maintenance RM	Renewable Energy RM	Total RM
Segment assets	388,262,345	68,607,047	-	305,557,708	762,427,100
Included in the measure of segment assets is:-					
Additions to non-current assets other than financial instruments and deferred tax assets					
- Plant and equipment	696,558	-	-	1,341,048	2,037,606
- Intangible assets	145,436,533	-	-	-	145,436,533
	146,133,091	-	-	1,341,048	147,474,139
Segment liabilities	226,169,136	49,622,492	-	200,834,422	476,626,050

30. DIVIDENDS

	Group/Company 2015 RM	Group/Company 2014 RM
In respect of the financial year ended 31 October 2015		
- A single tier final dividend at 5 sen per share	**10,066,428**	-
In respect of the financial year ended 31 October 2014		
- A single tier final dividend at 5 sen per share	**-**	9,212,534
	10,066,428	9,212,534

As at the date of this report, the directors have not proposed any dividend payment in respect of the current financial year.

31. SUBSEQUENT EVENT

On 9 November 2015, Cypark Smart Technology Sdn. Bhd. ("CST"), a wholly-owned subsidiary of the Company, entered into concession agreement with the Solid Waste and Public Cleansing Management Corporation and the Government of Malaysia, which was represented by the Ministry of Housing and Local Government. The agreement was fully executed on 20 November 2015 whereby the Government granted CST the rights to undertake the design, construction, maintenance, operation and management of Solid Waste Modular Advanced Recovery and Treatment Systems incorporating Waste-To-Energy systems ("Smart WTE System") at Ladang Tanah Merah, Negeri Sembilan under Build-Operate-Manage-Transfer concept, subject to the terms and conditions of the Concession Agreement. The concession period is for a period of twenty five years.

31. SUBSEQUENT EVENT (CONT'D)

Under the Concession Agreement, the Government shall deliver Contracted Solid Waste to CST for treatment and disposal at the Smart WTE System. CST shall be entitled to be paid an agreed fee as defined in the Concession Agreement. CST shall also be generating revenue from sales of electricity for converting the waste to clean renewable energy under the Sustainable Energy Development Authority Malaysia ("SEDA") Act.

32. COMPARATIVES

The following comparative figures have been reclassified to conform with current year's presentation:

	As previously stated	Reclassification	As restated
Statements of Comprehensive Income			
Group			
Revenue	237,003,671	1,791,151	238,794,822
Other income	4,872,013	(1,791,151)	3,080,862

33. AUTHORISATION FOR ISSUE OF FINANCIAL STATEMENTS

These financial statements were authorised for issue on 21 January 2016 by the board of directors.

34. SUPPLEMENTARY INFORMATION - BREAKDOWN OF RETAINED PROFITS INTO REALISED AND UNREALISED

The breakdown of the retained earnings of the Group and of the Company as at 31 October 2015 and 31 October 2014 into realised and unrealised profits is presented in accordance with the directive issued by Bursa Malaysia Securities Berhad dated 25 March 2010 and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants.

	Group		Company	
	2015 RM	2014 RM	2015 RM	2014 RM
Total retained earnings				
- Realised	**170,484,466**	136,589,548	**16,668,917**	7,201,486
- Unrealised	**882,000**	413,000	**(3,000)**	555,000
	171,366,466	137,002,548	**16,665,917**	7,756,486
Less: Consolidation adjustment	**(4,255,380)**	(3,524,208)	**-**	-
Total retained earnings	**167,111,086**	133,478,340	**16,665,917**	7,756,486

STATEMENT BY DIRECTORS

(Pursuant to Section 169(15) of the Companies Act, 1965)

In the opinion of the directors, the financial statements set out on pages 61 to 128 are drawn up:

(a) so as to give a true and fair view of the financial position of the Group and of the Company as at 31 October 2015 and of their financial performance and cash flows for the year then ended on that date; and

(b) in accordance with Malaysian Financial Reporting Standards, International Financial Reporting Standards and the provisions of the Companies Act, 1965.

In the opinion of the directors, the information set out in Note 34 on page 128 have been compiled in accordance with the Guidance of Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, issued by the Malaysian Institute of Accountants and Presented based on the format prescribed by Bursa Malaysia Securities Berhad.

Signed on behalf of the directors in accordance with a directors' resolution dated 21 January 2016.

TAN SRI RAZALI BIN ISMAIL Director	DATO' DAUD BIN AHMAD Director

STATUTORY DECLARATION

(Pursuant to Section 169(16) of the Companies Act, 1965)

I, Dato' Daud Bin Ahmad (IC No: 660126-01-5165), being the director primarily responsible for the financial management of Cypark Resources Berhad, do solemnly and sincerely declare that the accompanying financial statements for the year ended 31 October 2015 as set out on pages 61 to 128, are in my opinion correct.

And I make this solemn declaration conscientiously believing the same to be true and by virtue of the provisions of the Statutory Declarations Act, 1960.

Subscribed and solemnly	)	
declared by the above named	)	
Dato' Daud Bin Ahmad	)	DATO' DAUD BIN AHMAD
At Kuala Lumpur in the	)	
State of Federal Territory	)	Before me,
	)	
this 21 day of January, 2016	)	

(Commissioner of Oaths)

ANALYSIS OF SHAREHOLDINGS

as at 24 February 2016

STATISTICS OF SHAREHOLDINGS AS AT 24 FEBRUARY 2016

Authorised Share Capital	:	RM250,000,000.00
Issued and Paid-Up Share Capital	:	RM124,335,636.00
Class of Shares	:	Ordinary shares of RM0.50 each
Voting Rights	:	One vote per ordinary share

ANALYSIS OF SHAREHOLDINGS

Ordinary shares of RM0.50 each

Size of Shareholdings	No. of Shareholders	%	No. of Shares Held	%
1 – 99	19	0.63	318	0.00
100 – 1,000	438	14.56	342,432	0.14
1,001 – 10,000	1,803	59.94	8,727,800	3.51
10,001 – 100,000	613	20.38	18,415,800	7.41
100,001 – 12,433,562 (*)	131	4.36	150,844,120	60.66
12,433,563 and above (**)	4	0.13	70,340,802	28.29
TOTAL	3,008	100.00	248,671,272	100.00

Remarks: * Less than 5% of issued shares
** 5% and above of issued shares

SUBSTANTIAL SHAREHOLDERS' INTERESTS

The substantial shareholders of Cypark Resources Berhad based on the Register of Substantial Shareholders of the Company and their respective shareholdings as at 24 February 2016 are as follows:-

	No. of Shares			
Substantial Shareholders	Direct	%	Indirect	%
Tan Sri Razali bin Ismail	49,080,600	19.74	-	-
Dato' Daud bin Ahmad	39,396,056	15.84	-	-
Lembaga Tabung Haji	24,668,410	9.92	-	-
Azmil Khalili bin Khalid	13,489,056	5.42	-	-

ANALYSIS OF SHAREHOLDINGS
as at 24 February 2016

DIRECTORS' INTERESTS

The Directors' interests based on the Register of Directors' Shareholdings of the Company as at 24 February 2016 are as follows:-

Ordinary shares of RM0.50 each

	Direct Interest		Indirect Interest	
Directors	**No. of Shares Held**	**%**	**No. of Shares Held**	**%**
Tan Sri Razali bin Ismail	49,080,600	19.74	-	-
Dato' Daud bin Ahmad	39,396,056	15.84	-	-
Dato' Dr. Freezailah bin Che Yeom	175,000	0.07	-	-
Headir bin Mahfidz	100,000	0.04	-	-
Megat Abdul Munir bin Megat Abdullah Rafaie	20,000	0.01	-	-
Datuk Abdul Malek bin Abdul Aziz	6,000	0.00	-	-

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS

Ordinary shares of RM0.50 each

No.	Shareholders	No. of Shares	%
1.	Lembaga Tabung Haji	23,670,410	9.52
2.	Maybank Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Dato' Daud bin Ahmad*	17,326,656	6.97
3.	Alliancegroup Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Sri Razali bin Ismail*	15,854,680	6.38
4.	CIMSEC Nominees (Tempatan) Sdn. Bhd. *CIMB Bank for Azmil Khalili bin Khalid (PBCL-0G0018)*	13,489,056	5.42
5.	Maybank Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Sri Razali bin Ismail*	12,373,700	4.98
6.	CIMSEC Nominees (Tempatan) Sdn. Bhd. *CIMB for Koo Kow Kiang @ Ko Keck Ting (PB)*	9,450,000	3.80
7.	Tan Sri Razali bin Ismail	8,077,220	3.25
8.	Amanahraya Trustees Berhad *Public Smallcap Fund*	7,943,200	3.19
9.	TA Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Dato' Daud bin Ahmad*	7,750,000	3.12

ANALYSIS OF SHAREHOLDINGS
as at 24 February 2016

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS (CONT'D)

No.	Shareholders	No. of Shares	%
10.	AmanahRaya Trustees Berhad *Public Strategic Smallcap Fund*	6,289,900	2.53
11.	RHB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Dato' Daud bin Ahmad*	5,570,000	2.24
12.	Maybank Securities Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Dato' Daud bin Ahmad (Margin)*	5,393,000	2.17
13.	Public Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Sri Razali bin Ismail (KLC)*	5,000,000	2.01
14.	EB Nominees (Tempatan) Sendirian Berhad *Pledged Securities Account for Tan Sri Razali bin Ismail (KLM)*	4,500,000	1.81
15.	Maybank Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Azmil Khalili bin Khalid*	4,500,000	1.81
16.	Citigroup Nominees (Asing) Sdn. Bhd. *Exempt an for Citibank New York (Norges Bank 12)*	3,802,100	1.53
17.	Dato' Daud bin Ahmad	3,356,400	1.35
18.	RHB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Sri Razali bin Ismail*	3,275,000	1.32
19.	Tan Kah Hock	3,000,000	1.21
20.	RHB Nominees (Tempatan) Sdn. Bhd. *Pledged Securities Account for Tan Swee Loon*	2,650,000	1.07
21.	HSBC Nominees (Tempatan) Sdn. Bhd. *HSBC (M) Trustee Bhd for Manulife Investment Al-Fauzan (5170)*	2,447,300	0.98
22.	AMSEC Nominees (Tempatan) Sdn. Bhd. *AmTrustee Berhad for Pacific Pearl Fund (UT-PM-PPF)*	2,045,900	0.82
23.	Kumpulan Wang Simpanan Guru-Guru	2,000,000	0.80
24.	Maybank Nominees (Tempatan) Sdn. Bhd. *Maybank Trustees Berhad for Public Balanced Fund (N14011950210)*	1,955,000	0.79

ANALYSIS OF SHAREHOLDINGS
as at 24 February 2016

THIRTY LARGEST SECURITIES ACCOUNT HOLDERS (CONT'D)

No.	Shareholders	No. of Shares	%
25.	Tan Swee Loon	1,899,500	0.76
26.	Citigroup Nominees (Tempatan) Sdn. Bhd. *Kumpulan Wang Persaraan (Diperbadankan) (KNGA SML CAP FD)*	1,534,200	0.62
27.	Reuben Tan Cherh Chung	1,520,000	0.61
28.	Maybank Nominees (Tempatan) Sdn. Bhd. *Maybank Trustees Bhd for Libra Amanah Saham Wanita (N14011980040)*	1,478,300	0.59
29.	Maybank Nominees (Tempatan) Sdn. Bhd. *Etiqa Takaful Berhad (FAMILY PIF EQ)*	1,439,200	0.58
30.	Citigroup Nominees (Asing) Sdn. Bhd. *CBNY for DFA Emerging Markets Small Cap Series*	1,333,500	0.54
TOTAL		180,924,222	72.76

NOTICE OF
ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Eleventh Annual General Meeting ("**11th AGM**") of the Company will be held at Boardroom 4, Level 3, Eastin Hotel, 13, Jalan 16/11, Pusat Dagang Seksyen 16, 46350 Petaling Jaya, Selangor Darul Ehsan on Thursday, 14 April 2016 at 10:00 a.m. for the following purposes:-

AGENDA

1. To receive the Audited Financial Statements for the financial year ended 31 October 2015 together with the Reports of the Directors and the Auditors thereon. **(PLEASE REFER TO NOTE 7)**

2. To approve the declaration and payment of a single tier final dividend of 5.0 sen per ordinary share for the financial year ended 31 October 2015. **RESOLUTION 1**

3. To approve the payment of Directors' fees for the financial year ending 31 October 2016 and thereafter. **RESOLUTION 2**

4. To re-elect Encik Megat Abdul Munir bin Megat Abdullah Rafaie, who is due to retire in accordance with Article 84 of the Company's Articles of Association and being eligible, has offered himself for re-election. **RESOLUTION 3**

5. To pass the following resolutions pursuant to Section 129(6) of the Companies Act, 1965 :-

   (a) "That Tan Sri Razali bin Ismail, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, be and is hereby re-appointed as Director of the Company to hold office until the conclusion of the next Annual General Meeting." **RESOLUTION 4**

   (b) "That Dato' Dr. Freezailah bin Che Yeom, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, be and is hereby re-appointed as Director of the Company to hold office until the conclusion of the next Annual General Meeting." **RESOLUTION 5**

   (c) "That Datuk Abdul Malek bin Abdul Aziz, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, be and is hereby re-appointed as Director of the Company to hold office until the conclusion of the next Annual General Meeting." **RESOLUTION 6**

6. To re-appoint Messrs Mazars as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration. **RESOLUTION 7**

AS SPECIAL BUSINESS

To consider and if thought fit, with or without any modification, to pass the following Ordinary Resolutions:-

7. **ORDINARY RESOLUTION NO. 1** **RESOLUTION 8**
   - **PROPOSED RENEWAL OF EXISTING SHAREHOLDERS' MANDATE FOR RECURRENT RELATED PARTY TRANSACTIONS OF A REVENUE OR TRADING NATURE**

NOTICE OF ANNUAL GENERAL MEETING

"**THAT** subject to the provisions of the Bursa Malaysia Securities Berhad Main Market Listing Requirements, approval be and is hereby given for the Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature for the Company and/or its subsidiaries to enter into and to give effect to the category of the recurrent related party transactions of a revenue or trading nature from time to time with the Related Party as specified in Section 1.4 of the Circular/Statement to Shareholders dated 23 March 2016 provided that such transactions are:-

(i) recurrent transactions of a revenue or trading nature;

(ii) necessary for the Company's day-to-day operations;

(iii) carried out in the ordinary course of business on normal commercial terms which are not more favourable to the Related Parties than those generally available to the public; and

(iv) not to the detriment of minority shareholders

(the "**Proposed Shareholders' Mandate**");

THAT the authority for the Proposed Shareholders' Mandate shall continue to be in force until the earlier of:-

(i) the conclusion of the next Annual General Meeting ("**AGM**") of the Company at which time it will lapse unless the authority is renewed by a resolution passed at the next AGM;

(ii) the expiration of the period within which the next AGM is to be held pursuant to Section 143(1) of the Companies Act, 1965 ("**the Act**") but must not extend to such extension as may be allowed pursuant to Section 143(2) of the Act; or

(iii) is revoked or varied by resolution passed by the shareholders in a general meeting before the next AGM;

AND THAT the Directors of the Company be authorised to complete and do all such acts and things (including executing all such documents as may be required), as they may consider expedient or necessary to give effect to the Proposed Shareholders' Mandate."

8. **ORDINARY RESOLUTION NO. 2** **RESOLUTION 9**
- PROPOSED RENEWAL OF AUTHORITY FOR SHARE BUY-BACK

"**THAT** subject to the compliance with Section 67A of the Companies Act, 1965 and all other applicable laws, rules and regulations, approval be and is hereby given to the Company, to purchase such amount of ordinary shares of RM0.50 each in the Company as may be determined by the Directors of the Company from time to time through Bursa Malaysia Securities Berhad ("**Bursa Securities**") as the Directors may deem fit and expedient in the interest of the Company provided that the aggregate number of shares to be purchased and held pursuant to this resolution does not exceed 10% of the existing issued and paid-up ordinary share capital of the Company including the shares previously purchased and retained as Treasury Shares (if any) and the maximum funds to be allocated by the Company for the purpose of purchasing its own shares shall not exceed the total retained profits and share premium account of the Company, upon such terms and conditions as set out in the Circular/Statement to Shareholders dated 23 March 2016.

THAT such authority shall commence immediately upon the passing of this Ordinary Resolution and until the conclusion of the next Annual General Meeting ("**AGM**") of the Company or the expiry of the period within which the next AGM is required by law to be held unless revoked or varied by Ordinary Resolution in the general meeting of the Company but so as not to prejudice the completion of a purchase made before such expiry date, in any event in accordance with the provisions of Bursa Securities Main Market Listing Requirements and any other relevant authorities.

THAT authority be and is hereby given to the Directors of the Company to decide in their absolute discretion to retain the ordinary shares in the Company so purchased by the Company as Treasury Shares and/or to cancel them and/or to resell them and/or to distribute them as share dividends in such manner as may be permitted and prescribed by the provisions of the Bursa Securities Main Market Listing Requirements and any other relevant authorities.

AND THAT authority be and is hereby given to the Directors of the Company to take all such steps as are necessary to enter into any agreements, arrangements and guarantees with any party or parties to implement, finalise and give full effect to the aforesaid with full powers to assent to any conditions, modifications, revaluations, variations and/or amendments (if any) as may be imposed by the relevant authorities and to do all such acts and things as the Directors may deem fit and expedient in the interests of the Company."

9. **ORDINARY RESOLUTION NO. 3** **RESOLUTION 10**
 - AUTHORITY TO ISSUE SHARES PURSUANT TO SECTION 132D OF THE COMPANIES ACT, 1965

"**THAT** subject to Section 132D of the Companies Act, 1965 and approvals of the relevant governmental/regulatory authorities, the Directors be and are hereby empowered to issue and allot shares in the Company, at any time to such persons and upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion, deem fit, provided that the aggregate number of shares to be issued does not exceed ten per centum (10%) of the issued and paid-up share capital of the Company for the time being and the Directors be and are also empowered to obtain the approval for the listing of and quotation for the additional shares so issued on Bursa Malaysia Securities Berhad.

AND THAT such authority shall commence immediately upon the passing of this Resolution and continue to be in force until the conclusion of the next Annual General Meeting of the Company."

10. **ORDINARY RESOLUTION NO. 4** **RESOLUTION 11**
 - PROPOSED RENEWAL OF THE AUTHORITY TO ALLOT AND ISSUE NEW ORDINARY SHARES OF RM0.50 EACH IN CYPARK RESOURCES BERHAD ("CRB" OR "THE COMPANY") ("CRB SHARES"), FOR THE PURPOSE OF THE DIVIDEND REINVESTMENT SCHEME ("DRS") OF THE COMPANY WHICH WILL PROVIDE THE SHAREHOLDERS OF CRB WITH THE OPTION TO ELECT TO REINVEST THEIR CASH DIVIDEND IN CRB SHARES ("PROPOSED RENEWAL OF DRS AUTHORITY")

"**THAT** pursuant to the DRS as approved by the Shareholders at the Tenth Annual General Meeting of the Company held on 21 April 2015 and subject to the approval of the relevant regulatory authorities (if any), approval be and is hereby given to the Directors to allot and issue such number of new CRB Shares from time to time as may be required to be allotted and issued pursuant to the DRS until the conclusion of the next Annual General Meeting upon such terms and conditions as stated in Circular to Shareholders dated 30 March 2015, **PROVIDED THAT** the issue price of the said new CRB Shares shall be fixed by the Board of Directors at not more than ten percent (10%) discount to the five (5)-market day volume weighted average market price ("**VWAP**") of CRB Shares immediately preceding the price-fixing date, of which the VWAP shall be adjusted ex-dividend before applying the said discount in fixing the issue price, which will not be lower than the par value of CRB Shares of RM0.50 each;

NOTICE OF ANNUAL GENERAL MEETING

AND THAT the Directors of the Company be and are hereby authorised to do all such acts and enter into all such transactions, arrangements and documents as may be necessary or expedient in order to give full effect to the DRS with full power to assent to any conditions, modifications, variations and/or amendments (if any) as may be imposed or agreed to by any relevant authorities or consequent upon the implementation of the said conditions, modifications, variations and/or amendments or at the discretion of the Directors in the best interest of the Company."

11. To transact any other ordinary business of which due notice shall have been given.

By Order of the Board

CHUA SIEW CHUAN (MAICSA 0777689)
YEOW SZE MIN (MAICSA 7065735)
Company Secretaries
Kuala Lumpur

Dated: 23 March 2016

NOTES:

1. In respect of deposited securities, only members/shareholders whose names appear in the Record of Depositors on 6 April 2016 shall be eligible to attend the Meeting.

2. A shareholder of the Company entitled to attend and vote at the Meeting is entitled to appoint one (1) or more proxies to attend and vote in his stead. Where a member/shareholder appoints more than one (1) proxy to attend and vote at the Meeting, such appointment shall be invalid unless he specifies the proportions of his shareholdings to be represented by each proxy.

3. A proxy may but need not be a shareholder of the Company and a shareholder may appoint any person to be his proxy without limitation and the provisions of Section 149 (1)(a) and (b) of the Companies Act, 1965 ("**the Act**") shall not apply to the Company. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at the Meeting shall have the same rights as the shareholder to speak at the Meeting.

4. The instrument appointing a proxy shall be in writing under the hand of the appointer or of his attorney duly authorised in writing or, if the appointer is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.

5. Where a shareholder of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 ("**SICDA**") which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. Where a shareholder is an authorised nominee as defined under SICDA, it may appoint at least one (1) proxy in respect of each Securities Account it holds with ordinary shares of the Company standing to the credit of the said Securities Account.

6. The instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or a duly notarised certified copy of that power or authority, shall be deposited at the Registered Office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur not less than forty-eight (48) hours before the time for holding the Meeting or any adjournment thereof.

7. This Agenda item is meant for discussion only, as the provision of Section 169(1) of the Act does not require a formal approval of the shareholders for the Audited Financial Statements. Hence, this Agenda item is not put forward for voting.

8. *Explanatory Note to Special Business:*

(i) **Resolution 8 – Proposed Shareholders' Mandate**

The proposed Resolution 8 is intended to enable the Company and its affiliated companies to enter into recurrent related party transactions or a revenue or trading nature which are necessary for the Company's day-to-day operations to facilitate transactions in the normal course of business of the Company with the specified classes of related parties, provided that they are carried out on an arms' length basis and on normal commercial terms and are not prejudicial to the shareholders on terms not more favourable to the related parties than those generally available to the public and are not to the detriment of the minority shareholders of the Company.

Please refer to the Circular/Statement to Shareholders dated 23 March 2016 for further information.

(ii) **Resolution 9 – Proposed Authority for the Company to Purchase Its Own Shares**

The proposed Resolution 9 is intended to allow the Company to purchase its own shares up to 10% of the total issued and paid-up capital of the Company at any time within the time period stipulated in the Bursa Malaysia Securities Berhad Main Market Listing Requirements.

Please refer to the Circular/Statement to Shareholders dated 23 March 2016 for further information.

(iii) **Resolution 10 – Authority to Issue Shares**

The proposed Resolution 10 is intended to renew the authority granted to the Directors of the Company at the Tenth Annual General Meeting of the Company held on 21 April 2015 ("**Previous Mandate**") to issue and allot shares at any time to such persons in their absolute discretion without convening a general meeting provided that the aggregate number of the shares issued does not exceed 10% of the issued share capital of the Company for the time being (hereinafter referred to as the "**General Mandate**").

Pursuant to the Previous Mandate, the Company has undertaken two (2) private placement exercises where 44,765,712 new ordinary shares of RM0.50 each have been issued as at the date of this Notice.

The new General Mandate will enable the Directors to take swift action for allotment of shares for any possible fund raising activities, including but not limited to further placing of shares, for the purpose of funding future investment project(s), working capital and/or acquisition(s) and to avoid delay and cost in convening general meetings to approve such issue of shares.

(iv) **Resolution 11 – Proposed Renewal of DRS Authority**

The Company had on 7 March 2016 announced to Bursa Malaysia Securities Berhad on the decision of the Directors for the shareholders to be given an option to elect to reinvest the whole or part of the proposed final dividend of 5.0 sen per ordinary share for the financial year ended 31 October 2015 ("**Proposed Final Dividend**") into new CRB Shares in accordance with the DRS.

The proposed Resolution 11, if approved, will give authority to the Directors to issue and allot new CRB Shares in respect of the Proposed Final Dividend and subsequent dividends to be declared, if any, under the DRS, until the conclusion of the next Annual General Meeting. A renewal of this authority will be sought at subsequent Annual General Meetings.

Cypark

Cypark Resources Berhad
(642994-H)
(Incorporated in Malaysia)

FORM OF PROXY

CDS Account No.
Number of ordinary shares held

*I/We (full name), ______________________ bearing *NRIC No./Passport No./Company No. ______________

of (full address) ____
being a *member/members of Cypark Resources Berhad ("the Company") hereby appoint:-

FIRST PROXY "A"

FULL NAME (IN BLOCK)	NRIC/ PASSPORT NO.	PROPORTION OF SHAREHOLDINGS	
		NO. OF SHARES	%
FULL ADDRESS			

and/or failing *him/her,

SECOND PROXY "B"

FULL NAME (IN BLOCK)	NRIC/ PASSPORT NO.	PROPORTION OF SHAREHOLDINGS	
		NO. OF SHARES	%
FULL ADDRESS			

To put on a separate sheet where there are more than two (2) proxies. 100%

or failing *him/her, the *Chairman of the Meeting as *my/our proxy to vote for *me/us and on *my/our behalf at the Eleventh Annual General Meeting of the Company to be held at Boardroom 4, Level 3, Eastin Hotel, 13, Jalan 16/11, Pusat Dagang Seksyen 16, 46350 Petaling Jaya, Selangor Darul Ehsan on Thursday, 14 April 2016 at 10:00 a.m. and at any adjournment thereof.

In the case of a vote by a show of hands, my proxy ______________ (one only) shall vote on *my/our behalf.

Please indicate with an "X" in the spaces provided below as to how you wish your votes to be casted. If no specific direction as to voting is given, the proxy will vote or abstain from voting at *his/her discretion.

ITEM	AGENDA			
1.	To receive the Audited Financial Statements for the financial year ended 31 October 2015 together with the Reports of the Directors and the Auditors thereon.			
		RESOLUTION	FOR	AGAINST
2.	To approve the declaration and payment of a single tier final dividend of 5.00 sen per ordinary share for the financial year ended 31 October 2015.	1		
3.	To approve the payment of Directors' fees for the financial year ending 31 October 2016 and thereafter.	2		
4.	To re-elect Encik Megat Abdul Munir bin Megat Abdullah Rafaie, who is due to retire in accordance with Article 84 of the Company's Articles of Association and being eligible, has offered himself for re-election.	3		
5(a).	To re-appoint Tan Sri Razali bin Ismail, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, as Director of the Company.	4		
5(b).	To re-appoint Dato' Dr. Freezailah bin Che Yeom, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, as Director of the Company.	5		
5(c).	To re-appoint Datuk Abdul Malek bin Abdul Aziz, who is retiring pursuant to Section 129(6) of the Companies Act, 1965, as Director of the Company.	6		
6.	To re-appoint Messrs Mazars as Auditors of the Company until the conclusion of the next Annual General Meeting and to authorise the Directors to fix their remuneration.	7		
SPECIAL BUSINESS				
7.	Proposed Renewal of Existing Shareholders' Mandate for Recurrent Related Party Transactions of a Revenue or Trading Nature.	8		
8.	Proposed Renewal of Authority for Share Buy-Back.	9		
9.	Authority to Issue Shares pursuant to Section 132D of the Companies Act, 1965.	10		
10.	Proposed Renewal of Authority to Issue Shares pursuant to the Dividend Reinvestment Scheme.	11		

As witness my/our hand(s) this day __________ of ________________, 2016.

** Strike out whichever not applicable*

____
*Signature/Common Seal of Member

Notes:-

1. In respect of deposited securities, only members/shareholders whose names appear in the Record of Depositors on 6 April 2016 shall be eligible to attend the Meeting.
2. A shareholder of the Company entitled to attend and vote at the Meeting is entitled to appoint one (1) or more proxies to attend and vote in his stead. Where a member/shareholder appoints more than one (1) proxy to attend and vote at the Meeting, such appointment shall be invalid unless he specifies the proportions of his shareholdings to be represented by each proxy.
3. A proxy may but need not be a shareholder of the Company and a shareholder may appoint any person to be his proxy without limitation and the provisions of Section 149 (1)(a) and (b) of the Companies Act, 1965 ("**the Act**") shall not apply to the Company. There shall be no restriction as to the qualification of the proxy. A proxy appointed to attend and vote at the Meeting shall have the same rights as the shareholder to speak at the Meeting.
4. The instrument appointing a proxy shall be in writing under the hand of the appointer or of his attorney duly authorised in writing or, if the appointer is a corporation, either under Seal or under the hand of an officer or attorney duly authorised.
5. Where a shareholder of the Company is an exempt authorised nominee as defined under the Securities Industry (Central Depositories) Act 1991 ("**SICDA**") which holds ordinary shares in the Company for multiple beneficial owners in one securities account ("**omnibus account**"), there is no limit to the number of proxies which the exempt authorised nominee may appoint in respect of each omnibus account it holds. Where a shareholder is an authorised nominee as defined under SICDA, it may appoint at least one (1) proxy in respect of each Securities Account it holds with ordinary shares of the Company standing to the credit of the said Securities Account.
6. The instrument appointing a proxy and the power of attorney or other authority (if any), under which it is signed or a duly notarised certified copy of that power or authority, shall be deposited at the Registered Office of the Company at Level 7, Menara Milenium, Jalan Damanlela, Pusat Bandar Damansara, Damansara Heights, 50490 Kuala Lumpur not less than forty-eight (48) hours before the time for holding the Meeting or any adjournment thereof.

FOLD HERE

STAMP

The Company Secretary
CYPARK RESOURCES BERHAD **(642994-H)**
c/o Securities Services (Holdings) Sdn Bhd
Level 7, Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
Damansara Heights
50490 Kuala Lumpur

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ABOUT
CYPARK RESOURCES BERHAD

Cypark Resources Berhad ("Cypark" or the "Company") was listed on the Main Market of Bursa Malaysia Securities Berhad on 15 October 2010 with the stock name of "Cypark", and stock code of "5184".

Cypark is primarily an environmental technology and engineering specialist focusing on the area of integrated renewable energy, waste management solutions, and environmental remediation.

The company has in depth experience and proven technology to remediate, manage and transform contaminated sites into sustainable, beautiful and manageable fields, for a better and safer living environment. The company has also developed expertise and technical know-how to generate renewable energy (RE); especially on remediated sites, turning them into Integrated Renewable Energy Parks allowing waste biomass, landfill gas and solar rays to be harnessed to produce green energy. Cypark has also successfully integrate agriculture into its solar farms.

Cypark provides environmental solutions focusing on the area of waste management, renewable energy generation, scientific closure and remediation of contaminated land through internally developed technology called ("COLARIS"), landfill restoration, ground water assessment, remediation, and information system called ("GARIS"), environmental monitoring and management, as well as wastewater treatment.

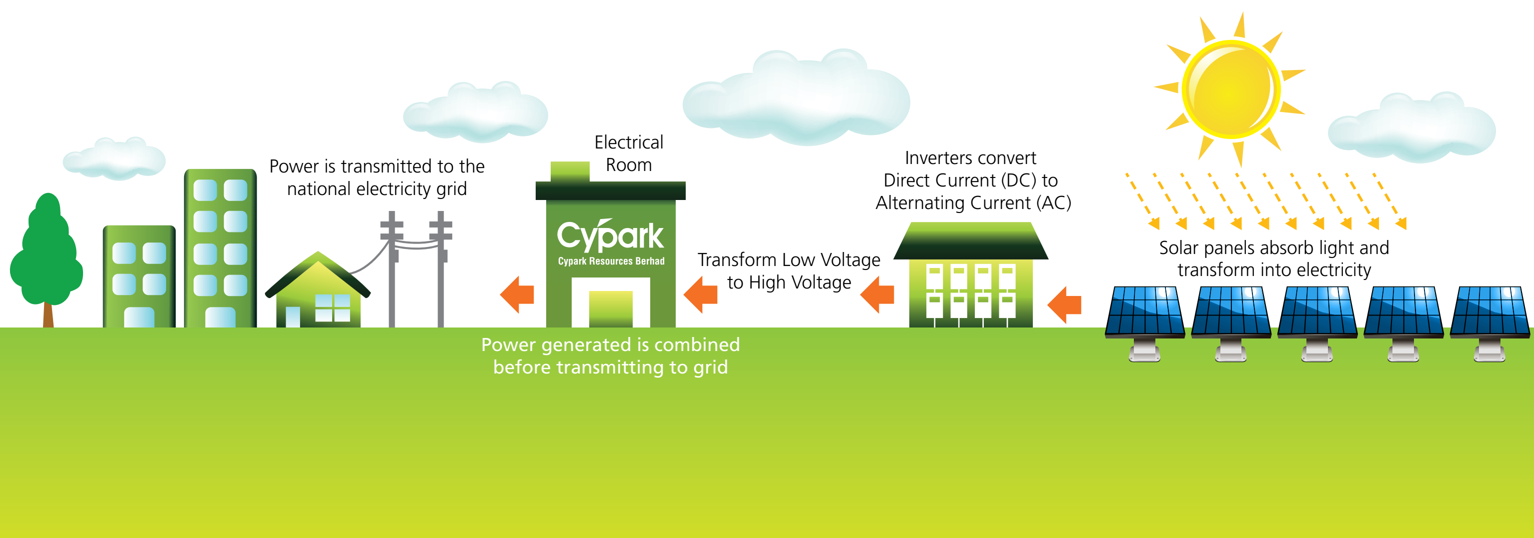
Some of the major environmental transformation projects it has undertaken in Malaysia include the restoration of a disused mining land into a public park in Cyberjaya and scientific closure of 17 landfill sites nationwide. As a front runner in integrated renewable energy, Cypark is the proud recipient of ASEAN Energy Award (2014), Power & Electricity Award (Asia) – Solar Project of the Year 2013, Asian Power Awards – Power Utility of the Year 2012 (Malaysia) and has also been awarded by Malaysia Book of Records for the following accolades:

1. Largest Grid-Connected Solar Park
2. Most Number of Solar Panels on a Grid-Connected Solar Park (Safely Closed Landfill)

For more information, please log on to **http://www.crbenv.com**

Cypark
Cypark Resources Berhad
(642994-H)

Cypark was also recently ranked as **"Best Small Cap" company for Malaysia by FinanceAsia magazine** in its recent poll of **Asia's Best Companies 2015**.



Cypark : At a Glance

Cypark Resources Berhad, a public listed company on the Main Board of Bursa Malaysia (formerly known as Kuala Lumpur Stock Exchange KLSE) is a leading integrated renewable energy developer and green engineering solutions provider, specialising in:

- agriculture integrated photo voltaic model (encompassing Community Welfare Solar Programme)
- integrated renewable energy generation

  (solar, biogas, biomass, waste-to-energy)
- integrated waste management solutions
- environmental remediation
- scientific closure and remediation of contaminated land through internally developed technology (COLARIS)
- landfill restoration
- ground water assessment, remediation, and information system (GARIS)
- environmental monitoring

Contact Information

Cypark endeavours to build customer loyalty by doing what we say we will do every time and on time. We believe customer satisfaction is the best measure of our success.

For more information on our services, please contact us at:

Cypark Resources Berhad
Unit 13A-09, Block A, Phileo Damansara II
No. 15, Jalan 16/11, 46350 Petaling Jaya, Selangor, Malaysia
Tel : +603 7660 6170 Fax: +603 7660 6169

Email:
- General Information: info@crbenv.com
- Investor Relations: irinfo@crbenv.com
- Media Contact: marketing.pr@crbenv.com

www.crbenv.com

Awards & Accolades

ASEAN ENERGY AWARD
Special Submission Category of the ASEAN Best Practices Renewable Energy Project Award 2014

MALAYSIAN GREENTECH AWARDS
- Malaysia Top 30 Green Catalyst for 2014
- GreenTech Developer Award 2012 (Silver)

FINANCEASIA MAGAZINE
Asia's Best Companies 2015
Best Small Cap Company for Malaysia

POWER & ELECTRICITY AWARDS (ASIA)
Solar Project of the Year 2013

ERNST & YOUNG
Technology Entrepreneur of the Year 2013

ASIAN POWER AWARDS
Power Utility of the Year (Malaysia) 2012

MALAYSIA BOOK OF RECORDS
- Largest Grid-Connected Solar Park
- Most Number of Solar Panels on a Grid-Connected Solar Park (Safely Close Landfill)

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