

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR NINE MONTHS ENDED 30 SEPTEMBER 2006**

	Individual Period		Cumulative Period	
	Current Year Quarter 30 Sept 2006 RM'000	Preceding Year Corresponding Quarter 30 Sept 2005 RM'000	Current Year To Date 30 Sept 2006 RM'000	Preceding Year Corresponding Period 30 Sept 2005 RM'000
Revenue	143,231	117,623	366,617	313,968
Cost of sales	(132,263)	(108,294)	(340,905)	(286,229)
Gross profit	10,968	9,329	25,712	27,739
Other operating income	770	1,045	5,469	3,406
Administrative and general expenses	(8,918)	(6,577)	(22,075)	(18,963)
Profit from operations	2,820	3,797	9,106	12,182
Share of profits less losses of associated companies	346	(246)	166	(637)
Investment income	(19)	37	12	65
Finance costs	(1,221)	(2,229)	(4,185)	(5,715)
Profit before tax	1,926	1,359	5,099	5,895
Taxation	(274)	(231)	(1,239)	(1,862)
Profit for the period	1,652	1,128	3,860	4,033
<b>Profit for the period attributable to:</b>				
Equity holders of the parent	1,441	1,560	3,670	4,108
Minority interests	211	(432)	190	(75)
	1,652	1,128	3,860	4,033
<b>Earnings per share attributable to equity holders of the parent:</b>				
EPS – Basic (sen)	1.78	1.93	4.54	5.08
EPS – Diluted (sen)	-	-	-	-

(The condensed consolidated income statements should be read in conjunction with the annual financial report for YE 31 Dec 2005)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED BALANCE SHEETS – 30 SEPTEMBER 2006**

	As at financial period ended 30 Sept 2006	As at preceding financial year ended 31 Dec 2005
	RM'000 (Unaudited)	RM'000 (Audited)
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	43,865	52,418
Land held for property development	19,672	10,257
Expressway development expenditure	19,626	18,625
Investment property	1,680	1,948
Prepaid lease payments	2,124	11,664
Associated companies	2,705	2,539
Other investments	1,368	1,505
Deferred tax asset	1,864	2,000
	92,904	100,956
<b>CURRENT ASSETS</b>		
Inventories	5,925	6,871
Property development costs	13,913	6,692
Gross amount due from customers	73,092	70,711
Trade and other receivables	356,821	285,290
Tax recoverable	2,672	2,900
Fixed and time deposits	17,458	14,415
Cash and bank balances	11,642	12,276
	481,523	399,155
<b>CURRENT LIABILITIES</b>		
Gross amount due to customers	3,374	1,085
Trade and other payables	156,356	178,729
Hire purchase liabilities	2,025	2,213
Tax payable	1,885	5,353
Bank borrowings	271,883	127,537
	435,523	314,917
<b>NET CURRENT ASSETS</b>		
	46,000	84,238
	138,904	185,194
<b>EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT</b>		
Share capital	80,925	80,925
Share premium	3,288	3,288
Capital reserve (non-distributable)	15,932	15,932
Merger reserve (non-distributable)	40	40
Accumulated loss	(33,654)	(34,725)
	66,531	65,460
<b>MINORITY INTERESTS</b>		
	10,960	10,779
<b>TOTAL EQUITY</b>		
	77,491	76,239
<b>NON-CURRENT AND DEFERRED LIABILITIES</b>		
Hire purchase and finance lease liabilities	3,818	3,242
Bank term loans	56,523	104,490
Deferred tax liabilities	1,072	1,223
	61,413	108,955
	138,904	185,194
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>		
	0.8221	0.8089

(The condensed consolidated balance sheet should be read in conjunction with the annual financial report for year ended 31 Dec 2005)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2006**

	Share Capital RM'000	Share Premium RM'000	Non-distributable		(Accumulated Loss) RM'000	Minority Interests RM'000	Total RM'000
			Merger Reserve RM'000	Capital Reserve RM'000			
<b>30 September 2006</b>							
As previously stated	80,925	3,288	40	15,932	(34,725)	10,779	76,239
Effects in adopting FRS 140					(268)		(268)
	80,925	3,288	40	15,932	(34,993)	10,779	75,971
Net profit for the period					3,670	190	3,860
Dividend paid					(2,331)		(2,331)
Dividend paid to minority interests						(9)	(9)
Balance at 30 Sep 2006	80,925	3,288	40	15,932	(33,654)	10,960	77,491
<b>30 September 2005</b>							
Balance at 1 Jan 2005	80,727	3,288	40	15,932	(37,031)	12,002	74,958
Net profit for the period					4,108	(75)	4,033
Dividend paid					(1,748)		(1,748)
Dividend paid to minority interests						(425)	(425)
Issue of shares from exercise of share options	197						197
Balance at 30 Sep 2005	80,924	3,288	40	15,932	(34,671)	11,502	77,015

(The condensed consolidated statements of changes in equity should be read in conjunction with the annual financial report for year ended 31 Dec 2005)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2006**

	Current year To date 30 Sep 2006 RM'000	Preceding year corresponding period 30 Sep 2005 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit before tax	5,099	5,895
<i>Adjustments for:</i>		
Non-cash items	4,413	8,293
Non-operating items	4,860	5,109
Operating profit before changes in working capital	14,372	19,297
Changes in inventories	946	366
Changes in property development	(7,221)	961
Changes in receivables	(72,834)	(99,338)
Changes in payables	(20,930)	13,302
Cash utilised in operating activities	(85,667)	(65,412)
Expressway development expenditure	(1,001)	(3,699)
Interest paid	(4,615)	(3,724)
Tax paid	(4,496)	(3,092)
Net cash flows from operating activities	(95,779)	(75,927)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Equity investments	-	36
Other investments	3,608	(5,942)
	3,608	(5,906)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown / (repayment) of bank borrowings	100,279	65,128
Payment of hire purchase instalments	(2,262)	(2,339)
Hire purchase term charges paid	(294)	(223)
Issuance of shares	-	197
Dividend paid to shareholders	(2,331)	(1,748)
Dividend paid to minority interests	(9)	(425)
	95,383	60,590
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	3,212	(21,243)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b>	(12,711)	3,527
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	(9,499)	(17,716)

(The condensed consolidated cash flow statements should be read in conjunction with the annual financial report for year ended 31 Dec 05)

## **Bina Puri Holdings Bhd**

(Company No. 207184-X)  
(Incorporated in Malaysia)

### **PART A : Explanatory notes pursuant to FRS 134**

#### **A1. Basis of preparation**

The consolidated interim financial statements are unaudited and have been prepared in accordance with FRS 134: “Interim Financial Reporting” and Listing Requirements of Bursa Malaysia Securities Berhad, and should be read in conjunction with the Group’s financial statements for the year ended 31 December 2005.

#### **A2. Changes in accounting policies**

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2005 except for the adoption of the following new / revised financial reporting standards (“FRS”) effective for the financial period beginning 1 January 2006:

FRS 2	Share-based payment
FRS 3	Business combinations
FRS 5	Non-current assets held for sale and discontinued operations
FRS 101	Presentation of financial statements
FRS 102	Inventories
FRS 108	Accounting policies, changes in estimates and errors
FRS 110	Events after balance sheet date
FRS 116	Property, plant and equipment
FRS 121	The effects of changes in foreign exchange rates
FRS 127	Consolidated and separate financial statements
FRS 128	Investments in associates
FRS 131	Interests in joint ventures
FRS 132	Financial Instruments: Disclosure and presentation
FRS 133	Earnings per share
FRS 136	Impairment of assets
FRS 138	Intangible assets
FRS 140	Investment property

In addition to the above, the Group has also taken the option of early adoption of the following new / revised FRSs for the period beginning 1 January 2006:

FRS 117	Leases
FRS 124	Related party disclosures

The adoption of 3, 5,102,108, 110, 116, 121, 124, 127, 128, 131, 132, 133, 136 and 138 does not have significant financial impact on the Group. The principal effects of the changes in accounting policies resulting from the adoption of the other new / revised FRSs are discussed below:

## I. FRS 2 : Share-based payment

This FRS requires an entity to recognize share based payment transactions in the financial statements.

The Company operates a share-based compensation plan for the employees of the Group, the Bina Puri Holdings Bhd's Employees Share Options Scheme ("ESOS"). Prior to 1 January 2006, no compensation expense was recognized in profit or loss for share options granted. With the adoption of FRS 2, the compensation expense relating to share options is recognized in profit or loss over the vesting period of the grants with the corresponding increase in equity. The total amount to be recognized as compensation expense is determined by reference to the fair value of the share options at date of the grant and the number of share options to be vested by vesting date. At balance sheet date, the Group revises its estimate is included in profit or loss and a corresponding adjustment to equity over the remaining vesting period.

Under the transitional provisions of FRS 2, this FRS must be applied to share options that were granted after 31 December 2004 and had not yet vested on 1 January 2006. This does not resulted in any financial impact to the Group because the share options were granted by the Group before 31 December 2004.

## II. FRS 101 : Presentation of financial statements

The adoption of FRS 101 has no financial impact on the Group but affected the presentation of minority interests, share of net after-tax results of associates and certain disclosures. Minority interests are now presented within total equity in the consolidated balance sheet and as an allocation from net profit for the period in the consolidated income statement. The movements of the minority interests are now presented in the consolidated statement of changes in equity. The share of associates' results is now presented net of tax in the consolidated income statement.

The current period's presentation of the Group's financial statements is based on the revised requirements of FRS 101, with the comparatives restated to conform with the current period's presentation.

## III. FRS 117 : Leases

The adoption of the revised FRS 117 has resulted in a retrospective change in the accounting policy relating to the classification of leasehold land. The up-front payments made for the leasehold land represents prepaid lease payments and are amortised on a straight-line over the lease term. A lease of land and building is apportioned into a lease of land and a lease of building in proportion to the relative fair values of the leasehold interests in the land element and the building element of the lease at the inception of the lease. Prior to 1 January 2006, leasehold land was classified as property, plant and equipment and was stated at cost less accumulated depreciation and impairment losses.

Upon adoption of the revised FRS 117 at 1 January 2006, the reclassification of leasehold land as prepaid lease payments has been accounted for retrospectively.

#### IV. FRS 140 : Investment property

The adoption of this new FRS has resulted in a change in accounting policy for investment properties. Investment properties are now stated at fair value, representing open-market value. Gain or losses arising from changes in the fair values of investment properties are recognized in profit or loss in the period in which they arise. Prior to 1 January 2006, investment properties were stated at cost less depreciation.

In accordance with the transitional provision of FRS 140, this change in accounting policy is applied prospectively and the comparative as at 31 December 2005 are not restated. Instead, the changes have been accounted for by restating the following opening balances in the balance sheet as at 1 January 2006:

	As at 1 Jan 2006
	RM'000
Increase in accumulated loss	268
Decrease in investment property	(268)

#### **A3. Audit qualification**

The financial statements of the Group for the year ended 31 December 2005 were not subject to any audit qualification.

#### **A4. Seasonal or cyclical factors**

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

#### **A5. Exceptional items**

There were no exceptional items for the financial period under review.

#### **A6. Changes in estimates**

There was no material changes in estimates of the amounts reported in prior interim period of the current financial year or in prior financial years.

#### **A7. Issuances and repayments of debt and equity securities**

There were no issuances, cancellations, repurchases, resale and repayments of debt and equity securities during the current financial period.

#### **A8. Dividend paid**

For the financial year ending 31 Dec 2006, an interim dividend of 2% less 28% tax was paid on 28 Sept 2006	RM1,165,314
For the financial year ended 31 Dec 2005, a final dividend of 2% less 28% tax was paid on 18 July 2006	RM1,165,314
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	RM2,330,628
	=====

## A9. SEGMENTAL ANALYSIS

(a) Primary reporting format - business segment

The Group's operations comprise the following business segments:

- (i) Construction - contractor of earthworks, building and road construction
- (ii) Property development - property developer
- (iii) Polyol manufacturing - manufacturer of polyol
- (iv) Quarry and ready mix concrete - quarry operator and producer of ready mix concrete

<b>30 September 2006</b>	Construction	Property development	Polyol manufacturing	Quarry and ready mix concrete	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>							
External sales	302,256	3,998	12,587	47,776	-	-	366,617
Inter-segment sales	272	-	5	2,020	-	(2,297)	-
	-----	-----	-----	-----	-----	-----	-----
Total revenue	302,528	3,998	12,592	49,796	-	(2,297)	366,617
	=====	=====	=====	=====	=====	=====	=====
<b>RESULTS</b>							
Segment operating profit/(loss)	7,387	482	102	1,469	(135)	(199)	9,106
Investment income	797	(8)	-	-	110	(887)	12
Finance costs	(3,826)	-	(91)	(268)	-	-	(4,185)
Share of associated companies' profits less losses	163	-	-	3	-	-	166
	-----	-----	-----	-----	-----	-----	-----
Profit before taxation	4,521	474	11	1,204	(25)	(1,086)	5,099
	=====	=====	=====	=====	=====	=====	=====



**30 September 2005**

	Construction	Property development	Polyol manufacturing	Quarry and ready mix concrete	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>							
External sales	260,505	7,837	11,626	34,000	-	-	313,968
Inter-segment sales	251	-	602	11,325	-	(12,178)	-
	-----	-----	-----	-----	-----	-----	-----
Total revenue	260,756	7,837	12,228	45,325	-	(12,178)	313,968
	=====	=====	=====	=====	=====	=====	=====
<b>RESULTS</b>							
Segment operating profit/(loss)	10,286	1,161	373	1,120	(758)	-	12,182
Investment income	65	-	-	-	-	-	65
Finance costs	(5,270)	-	(84)	(287)	(74)	-	(5,715)
Share of associated companies' profits less losses	14	-	-	(651)	-	-	(637)
	-----	-----	-----	-----	-----	-----	-----
Profit before taxation	5,095	1,161	289	182	(832)	-	5,895
	=====	=====	=====	=====	=====	=====	=====

(b) Secondary reporting – geographical segment

No secondary reporting geographical segment is presented as the Group operates mainly in Malaysia.

#### **A10. Valuations of property, plant and equipment**

Property, plant and equipment are stated at historical cost less accumulated depreciation. The valuations of property, plant and equipment have been brought forward without any amendments from the previous annual financial statements.

#### **A11. Events subsequent to the end of the period**

In the opinion of the directors, there has not arisen in the interval between 1 October 2006 and the date of the announcement any item, transaction or event of a material and unusual nature likely to affect substantially the result of the Group.

#### **A12. Changes in the composition of the Group**

There were no changes in the composition of the Group for the current financial period ended 30 September 2006 except for:-

- i. The Company increased its equity interest in Bina Puri HG Corporation Sdn Bhd by acquiring an additional 100,000 ordinary shares of RM1 each, representing the remaining 40% of the issued and paid-up share capital of Bina Puri HG Corporation Sdn Bhd at a cash consideration of RM1 on 28 March 2006. Consequently, Bina Puri HG Corporation Sdn Bhd became a wholly-owned subsidiary of the Company.
- ii. On 10 April 2006, the Company acquired sixty ordinary shares of RM1 each in Aerohills Construction Sdn Bhd representing 60% of the total issued and paid up share capital for a total consideration of RM60.

#### **A13. Changes in contingent liabilities or contingent assets**

The changes in contingent liabilities since 31 December 2005 were as follows:

	<b>31 Dec 05</b>	<b>Changes</b>	<b>20 Nov 06</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Guarantees given to secure hire purchase credit liability of associated companies	314	(58)	256
Guarantees given to an associated company to purchase shoplot	90	(8)	82
Guarantees given in favour of the Government of Malaysia for financial assistance under the Industry Research and Development Grant Scheme to a subsidiary company	546	316	862
	-----	-----	-----
	950	250	1,200
	=====	=====	=====

## **B : Additional notes to Bursa Malaysia Securities Berhad listing requirements**

### **B1. Review of performance of the company and its principal subsidiaries**

For the financial period ended 30 September 2006, the Group achieved a revenue of RM366.617 million and profit before tax of RM5.099 million as compared to the previous corresponding period of RM313.968 million and RM5.895 million respectively.

The construction division achieved a revenue of RM302.528 million and profit before tax of RM4.521 million as compared to the previous corresponding period of RM260.756 million and RM5.095 million respectively. Despite the increase in revenue of RM41.772 million, the construction division recorded a lower profit. This was mainly due to lower profit margin generated from certain projects.

The property division recorded a revenue of RM3.998 million and profit before tax of RM0.474 million as compared to the previous corresponding period of RM7.837 million and RM1.161 million respectively. The performance of this division remains satisfactory.

The quarry and ready mix concrete division recorded a revenue of RM49.796 million and profit before tax of RM1.204 million as compared to the previous corresponding period of RM45.325 million and RM0.182 million respectively. The improved performance of this division was mainly due to profit contribution from associated companies of RM346.565 million as compared to loss of RM645.535 million in the previous corresponding period.

The polyol division achieved a revenue of RM12.592 million and profit before tax of RM11,000 as compared to the previous corresponding period of RM12.228 million and RM289,000 respectively. The lower profit before tax from this division was mainly due to lower profit margin as a result of the decrease in selling price of the goods sold.

### **B2. Material changes in the quarterly results as compared with the immediate preceding quarter**

During the 3<sup>rd</sup> quarter ended 30 September 2006, the Group achieved a revenue of RM143.231 million as compared to the preceding quarter of RM123.544 million, an increase of 15.9%.

The Group recorded a profit before tax of RM1.926 million for the 3<sup>rd</sup> quarter ended 30 September 2006 as compared to the preceding quarter of RM1.555 million, an increase of 23.9%.

The better performance achieved in the 3<sup>rd</sup> quarter 2006 as compared to the 2<sup>nd</sup> quarter 2006 was mainly due to the improved performance of the quarry division.

### **B3. Prospects**

The Group will continue to concentrate on and enhance its main core businesses. Despite the tough challenges within the highly competitive industry, the Group has successfully secured several new projects locally and overseas such as in Thailand where we are undertaking several contracts to build low cost housing. We are looking forward to secure more overseas contracts in Thailand, Vietnam and Middle East. The current value of contract work in progress is approximately RM1.5 billion, which is expected to provide a steady stream of revenue for the Group over the next few years.

The Group will continue to carry out critical review of its various core businesses to improve operational efficiencies especially in the areas of credit, cost control and cash flow management.

**B4. Profit forecast or profit guarantee****(a) Variance of actual profit from forecast profit**

Not applicable

**(b) Shortfall in the profit guarantee**

Not applicable

**B5. Taxation**

	Individual Period		Cumulative Period	
	Current Year Quarter 30 Sep 06 RM'000	Preceding Year Corresponding Quarter 30 Sep 2005 RM'000	Current Year To Date 30 Sep 2006 RM'000	Preceding Year Corresponding Period 30 Sep 2005 RM'000
Malaysian taxation based on the results for the period				
- Current	99	259	1,247	1,459
- Deferred	167	(28)	(16)	(288)
	-----	-----	-----	-----
	266	231	1,231	1,171
Under-estimation of tax in prior years	8	-	8	691
	-----	-----	-----	-----
	274	231	1,239	1,862
	-----	-----	-----	-----

The Group's effective taxation rate for the period was lower than the statutory rate mainly because of the tax exempt income from foreign country.

**B6. Profit on sale of unquoted investments and / or properties**

There were no sales of unquoted investments and properties during the financial period under review.

**B7. Quoted securities**

(a) There were no acquisitions of quoted securities for the financial year ended 30 September 2006.

(b) Total investments in quoted securities as at 30 September 2006 were as follows:

	RM'000
(i) At cost	216.2
(ii) At carrying value / book value	78.0
(iii) At market value	55.9

**B8. Status of corporate proposals**

There were no pending corporate proposals.

**B9. Group borrowings and debt securities**

The group borrowings as at 30 September 2006 are as follows:

	<b>Total outstanding</b>	<b>Repayable within next 12 months (current liabilities)</b>	<b>Repayable after next 12 months (non-current liabilities)</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<b>30 September 2006</b>			
(a) <b>Long term loans</b>			
- Secured	3,280	316	2,964
- Unsecured	-	-	-
	-----	-----	-----
Total	3,280	316	2,964
	-----	-----	-----
(b) <b>Short term loans</b>			
- Secured	247,046	193,487	53,559
- Unsecured	78,080	78,080	-
	-----	-----	-----
Total	325,126	271,567	53,559
	-----	-----	-----
(c) <b>Total borrowings</b>	328,406	271,883	56,523
	=====	=====	=====
<b>30 September 2005</b>	185,913	116,770	69,143
	=====	=====	=====

The increase in bank borrowings was mainly due to drawdown of loan to finance the deferred payment project during the period.

All of the above borrowings are denominated in Ringgit Malaysia.

**B10. Off balance sheet financial instruments**

There were no material financial instruments with off balance sheet risk during the current financial period ended 30 September 2006.

**B11. Changes in material litigation**

The Group is involved in the following litigations:

- (i) A writ action was filed against the Company in the Shah Alam High Court by Kimpoint Sdn Bhd ("Kimpoint") for a sum of RM8,773,437.50 purportedly owed under a contract. The Company has in turn filed a counter claim against Kimpoint for the return of a sum of RM1,226,562.50. Plaintiff applied to amend their Statement of Claim to which the Company objected. On 28 August 2006, the judge directed parties to file in their written submissions and the matter is fixed for mention on 1 December 2006. At this juncture the Company's directors have been advised that there is an even chance of defending the matter.

- (ii) On 10 July 2002, a subsidiary company, namely, Bina Puri Construction Sdn Bhd (“BPCSB”) filed its defence against a suit initiated by Sribuan Jaya Sdn Bhd (“Sribuan”) in the Kota Kinabalu High Court for work done in respect of the construction of a school building. Their claim is for the sum of RM775,961.17 and general damages to be assessed by the Court. The trial which was fixed on 30 August 2006 was postponed to 27 November, 2006 at the request of Sribuan. The directors are advised that BPCSB has a fairly good chance of defending this suit.
  
- (iii) On 28 February 2005, EP Engineering Sdn Bhd proceeded with arbitration proceedings to claim the sum of RM17,002,760, general damages, interest and cost against BPSB and Kris Heavy and the continued proceeding is scheduled from 13 November 2006 to 17 November 2006 and 27 November 2006 to 1 December 2006. The directors are advised that BPSB has an even chance of success.
  
- (iv) On 26 February 1999, a subsidiary company, namely, BPSB, together with a third party, namely, DPBS Holdings Sdn Bhd (collectively "the Plaintiffs") filed a writ of summons in the High Court against KKIP Sdn Bhd (“KKIP”) for the payment of a sum of RM514,407 under a progress claim for work done. The Plaintiffs, meanwhile, stopped work due to non-payment. KKIP has in turn counter-claimed against the Plaintiffs for wrongful termination and loss and damages for defective work of an unspecified sum. Trial which was fixed by court on 10 December 2007 was brought forward to 2 October 2006 to 6 October 2006. On 2 October 2006 a settlement was reached before the judge. KKIP to pay Plaintiffs the sum of RM200,000 as full and final settlement within 14 days from 2 October 2006. Payment was duly received on 20 October, 2006 and case was withdrawn.
  
- (v) Selesa Timur Sdn Bhd (“Plaintiff”) brought an action against BPCSB for the sum of RM351,147.66 for non payment of contract claims. BPCSB has in turn filed a counter claim of RM94,569 against the Plaintiff and had served further and better particulars to the Plaintiff. Case management has been fixed on 6 November 2007. At this juncture, the directors are advised that BPCSB has an even chance of success.

Save for the above, there was no material litigation that might adversely and materially affect the position of the Group.

## **B12. Dividend**

For the financial year ending 31 December 2006, the Directors approved an interim dividend of 2% less income tax at 28% on 80,924,600 ordinary shares, amounting to RM1,165,314 and had been subsequently paid on 28 September 2006.

**B13. Earnings per share**

	Current Year Quarter 30 Sep 2006	Preceding Year Corresponding Quarter 30 Sep 2005	Current Year To Date 30 Sep 2006	Preceding Year Corresponding Period 30 Sep 2005
<b>a Basic earnings per share</b>				
Net profit for the year (RM'000)	1,441	1,560	3,670	4,108
Weighted average number of ordinary shares in issue ('000)	80,925	80,925	80,925	80,867
Basic earnings per share (sen)	1.78	1.93	4.54	5.08

**b Diluted earnings per share**

The diluted earnings per share for the current financial period is not disclosed as the potential ordinary shares arising from the exercise of options under the ESOS at fair value, has anti-dilutive effect.

**By Order of the Board**

**Toh Gaik Bee**  
**Group Company Secretary**  
**24<sup>th</sup> November 2006**