

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR YEAR ENDED 31 DECEMBER 2006**

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31 Dec 2006 RM'000	31 Dec 2005 RM'000	31 Dec 2006 RM'000	31 Dec 2005 RM'000
Revenue	122,469	150,800	489,086	464,768
Cost of sales	(114,631)	(140,214)	(455,536)	(426,443)
Gross profit	7,838	10,586	33,550	38,325
Other operating income	1,491	1,250	6,960	3,483
Administrative and general expenses	(6,787)	(11,709)	(28,862)	(30,672)
Profit from operations	2,542	127	11,648	11,136
Share of profits less losses of associated companies	(518)	288	(352)	(349)
Investment income	674	446	686	511
Finance costs	(1,280)	(1,839)	(5,465)	(6,381)
Profit before tax	1,418	(978)	6,517	4,917
Taxation	150	200	(1,089)	(1,662)
Profit for the period	1,568	(778)	5,428	3,255
<b>Profit for the period attributable to:</b>				
Equity holders of the parent	1,618	(54)	5,288	4,054
Minority interests	(50)	(724)	140	(799)
	1,568	(778)	5,428	3,255
<b>Earnings per share attributable to equity holders of the parent:</b>				
EPS – Basic (sen)	2.00	(0.07)	6.53	5.01
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 – 31 DECEMBER 2006**

	As at financial period ended 31 Dec 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	42,703	52,418
Land held for property development	19,686	10,257
Expressway development expenditure	19,919	18,625
Investment property	1,680	1,948
Prepaid lease payments	2,142	11,664
Associated companies	2,186	2,539
Other investments	1,411	1,505
Deferred tax asset	1,200	2,000
	90,927	100,956
<b>CURRENT ASSETS</b>		
Inventories	7,169	6,871
Property development costs	16,674	6,692
Gross amount due from customers	50,280	70,711
Trade and other receivables	404,106	285,290
Tax recoverable	4,388	2,900
Fixed and time deposits	17,047	14,415
Cash and bank balances	19,794	12,276
	519,458	399,155
<b>CURRENT LIABILITIES</b>		
Gross amount due to customers	2,960	1,085
Trade and other payables	165,572	178,729
Hire purchase liabilities	2,064	2,213
Tax payable	1,875	5,353
Bank borrowings	273,377	127,537
	445,848	314,917
<b>NET CURRENT ASSETS</b>		
	73,610	84,238
	164,537	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	(32,036)	(34,725)
	68,149	65,460
<b>MINORITY INTERESTS</b>		
	10,744	10,779
<b>TOTAL EQUITY</b>		
	78,893	76,239
<b>NON-CURRENT AND DEFERRED LIABILITIES</b>		
Hire purchase and finance lease liabilities	3,773	3,242
Bank term loans	81,208	104,490
Deferred tax liabilities	663	1,223
	85,644	108,955
	164,537	185,194
<b>Net assets per share attributable to ordinary equity holders of the parent (RM)</b>		
	0.8421	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 YEAR ENDED 31 DECEMBER 2006**

	Non-distributable				Accumulated Loss RM'000	Minority Interests RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Capital Reserve RM'000			
<b>31 December 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					5,288	140	5,428
Dividend paid					(2,331)		(2,331)
Dividend paid to minority interests						(175)	(175)
Balance at 31 Dec 2006	80,925	3,288	40	15,932	(32,036)	10,744	78,893

	Non-distributable				Accumulated Loss RM'000	Minority Interests RM'000	Total RM'000
	Share Capital RM'000	Share Premium RM'000	Merger Reserve RM'000	Capital Reserve RM'000			
<b>31 December 2005</b>							
<b>31 December 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					4,054	(799)	3,255
Dividend paid					(1,748)		(1,748)
Issuance of shares to minority shareholders						40	40
Dividend paid to minority interests						(464)	(464)
Issue of shares from exercise of share options	198						198
Balance at 31 Dec 2005	80,925	3,288	40	15,932	(34,725)	10,779	76,239

(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 YEAR ENDED 31 DECEMBER 2006**

	Current year To date 31 Dec 2006 RM'000	Preceding year corresponding period 31 Dec 2005 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net profit before tax	6,517	4,917
<i>Adjustments for:</i>		
Non-cash items	6,727	11,494
Non-operating items	8,210	7,507
Operating profit before changes in working capital	21,454	23,918
Changes in inventories	(298)	551
Changes in property development	(9,982)	(1,850)
Changes in receivables	(97,308)	(155,532)
Changes in payables	(12,327)	27,184
Cash utilised in operating activities	(98,461)	(105,729)
Expressway development expenditure	(1,294)	(4,048)
Interest paid	(8,025)	(7,143)
Tax paid	(5,816)	(4,191)
Net cash flows from operating activities	(113,596)	(121,111)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Equity investments	(71)	123
Other investments	4,410	(2,631)
	4,339	(2,508)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Net drawdown / (repayment) of bank borrowings	125,117	112,911
Payment of hire purchase instalments	(2,941)	(2,991)
Hire purchase term charges paid	(391)	(664)
Issuance of shares	-	197
Shares issued to minority shareholders	-	40
Advances from associated companies	-	100
Dividend paid to shareholders	(2,331)	(1,748)
Dividend paid to minority interests	(175)	(465)
	119,279	107,380
<b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>	10,022	(16,239)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	(12,711)	3,528
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	(2,689)	(12,711)

(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 year 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 year.

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

For the financial year ended 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>31 December 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	401,076	7,219	17,050	63,741	-	-	489,086
Inter-segment sales	360	217	18	2,606	-	(3,201)	-
	-----	-----	-----	-----	-----	-----	-----
Total revenue	401,436	7,436	17,068	66,347	-	(3,201)	489,086
	=====	=====	=====	=====	=====	=====	=====
<b>RESULTS</b>							
Segment operating profit/(loss)	9,533	413	192	2,352	(280)	(562)	11,648
Investment income	1,094	(10)	-	382	1,157	(1,937)	686
Finance costs	(5,014)	-	(96)	(355)	-	-	(5,465)
Share of associated companies' profits less losses	460	-	-	(812)	-	-	(352)
	-----	-----	-----	-----	-----	-----	-----
Profit before taxation	6,073	403	96	1,567	877	(2,499)	6,517
	=====	=====	=====	=====	=====	=====	=====



**31 December 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	382,973	21,060	15,665	45,070	-	-	464,768
Inter-segment sales	347	-	690	13,631	-	(14,668)	-
	-----	-----	-----	-----	-----	-----	-----
Total revenue	383,320	21,060	16,355	58,701	-	(14,668)	464,768
	=====	=====	=====	=====	=====	=====	=====
<b>RESULTS</b>							
Segment operating profit/(loss)	8,645	930	436	1,127	(3,232)	3,230	11,136
Investment income	803	-	-	-	62	(354)	511
Finance costs	(5,521)	(2,340)	(159)	(424)	(74)	-	(6,381)
Share of associated companies' profits less losses	75	-	-	(651)	-	-	(637)
	-----	-----	-----	-----	-----	-----	-----
Profit before taxation	4,002	(1,410)	277	332	(3,244)	4,960	4,917
	=====	=====	=====	=====	=====	=====	=====

## (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 January 2007 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 year ended 31 December 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 Feb 07</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Guarantees given in favour of a financial institution for credit facilities granted to an associated company	-	48,000	48,000
Guarantees given to an associated company to purchase shoplot	90	(10)	80
Guarantees given to secure hire purchase credit liability of a third party	314	(63)	251
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	48,243	49,193
	=====	=====	=====

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

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

For the financial year ended 31 December 2006, the Group achieved a revenue of RM489.086 million and profit before tax of RM6.517 million as compared to the previous corresponding year of RM464.768 million and RM4.917 million respectively.

The construction division achieved a revenue of RM401.436 million and profit before tax of RM6.073 million as compared to the previous corresponding year of RM383.320 million and RM4.002 million respectively. The improved performance of this division was mainly due to commencement of the construction of low cost housing projects in Thailand.

The property division recorded a revenue of RM7.436 million and profit before tax of RM0.403 million as compared to the previous corresponding year of RM21.060 million and loss of RM1.410 million respectively. The reduction in revenue was due to completion of the Taman Melawa development during the year and commencement of Jesselton condominium development in November 2006. The loss incurred in 2005 was mainly due to loss on disposal of land.

The quarry and ready mix concrete division recorded a revenue of RM66.347 million and profit before tax of RM1.567 million as compared to the previous corresponding year of RM58.701 million and RM0.332 million respectively. The improved in sales of quarry products and reduction in material costs had contributed to the better results of this division.

The polyol division achieved a revenue of RM17.068 million and profit before tax of RM96,000 as compared to the previous corresponding year of RM16.355 million and RM277,000 respectively. The lower profit before tax from this division was mainly due to lower profit margin as a result of decrease in selling price of the goods.

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

During the 4<sup>th</sup> quarter ended 31 December 2006, the Group achieved a revenue of RM122.469 million as compared to the preceding quarter of RM143.231 million.

The Group recorded a profit before tax of RM1.418 million for the 4<sup>th</sup> quarter ended 31 December 2006 as compared to the preceding quarter of RM1.926 million.

The decrease in revenue was mainly attributable to lower billings during the festive seasons and completion of certain projects in the 4<sup>th</sup> quarter of 2006.

### **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 31 Dec 06 RM'000	Preceding Year Corresponding Quarter 31 Dec 2005 RM'000	Current Year To Date 31 Dec 2006 RM'000	Preceding Year Corresponding Period 31 Dec 2005 RM'000
Malaysian taxation based on the results for the period				
- Current	680	2,515	1,927	3,974
- Deferred	(427)	(2,924)	(443)	(3,212)
	-----	-----	-----	-----
	253	(409)	1,484	762
Under-estimation of tax in prior years	(403)	209	(395)	900
	-----	-----	-----	-----
	(150)	(200)	1,089	1,662
	-----	-----	-----	-----

The Group's effective taxation rate for the year 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 year under review.

**B7. Quoted securities**

- (a) There were no acquisitions of quoted securities for the financial year ended 31 December 2006.
- (b) Total investments in quoted securities as at 31 December 2006 were as follows:

	RM'000
(i) At cost	216.2
(ii) At carrying value / book value	50.3
(iii) At market value	53.3

**B8. Status of corporate proposals**

There were no pending corporate proposals.

## B9. Group borrowings and debt securities

The group borrowings as at 31 December 2006 are as follows:

	←-----31 December 2006-----→			31 Dec 2005
	Repayable within next 12 months RM'000	Repayable after next 12 months RM'000	Total outstanding RM'000	Total outstanding RM'000
(a) Long term loans (secured)	322	2,936	3,258	3,491
(b) Short term loans				
- Secured	9,474	-	9,474	4,000
- Unsecured	80,054	-	80,054	84,676
	89,528	-	89,528	88,676
(c) Project financing (secured)	70,868	1,662	72,530	40,044
Sub-total	160,718	4,598	165,316	132,211
(d) Deferred payment loan (secured)	112,659	76,610	189,269	99,816
Total borrowings	273,377	81,208	354,585	232,027

The increase in bank borrowings was mainly due to drawdown of RM89.453 million deferred payment loan to finance a government deferred payment project and RM75.694 million project loans to finance other projects.

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 year ended 31 December 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 18 December 2006, court dismissed with costs plaintiff's application to amend the statement of claim and on 20 December 2006 the Plaintiff filed notice of appeal. Pending date of appeal to be fixed. 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. Trial was conducted on 27 November, 2006 and on 8 December 2006 judgement was delivered in favour of the Plaintiff. On 12 December, 2006, we filed in a notice to appeal and also filed an application for a stay of execution. Pending hearing date to be fixed for the appeal.
- (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 5 February to 9 February 2007, 12 February 2007 to 16 February 2007, 26 March 2007 to 30 March 2007 and 28 May 2007 to 1 June 2007. The directors are advised that BPSB has an even chance of success.
- (iv) 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 ended 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.

Subject to the shareholders’ approval at the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2006 has been recommended as follows:

- 1) A final dividend of 3% less income tax at 27%
- 2) Date of payment will be determined later
- 3) In respect of deposited securities, entitlement to dividends will be determined on the basis of the record of depositors as at a date to be determined later.

The total dividend per share for the current financial year is 5% (3% less income tax at 27% and 2% less income tax at 28%) as compared to the previous financial year ended 31 December 2005 of 5% less income tax at 28%.

**B13. Earnings per share**

	Current Year Quarter 31 Dec 2006	Preceding Year Corresponding Quarter 31 Dec 2005	Current Year To Date 31 Dec 2006	Preceding Year Corresponding Period 31 Dec 2005
<b>a Basic earnings per share</b>				
Net profit for the year (RM'000)	1,618	(54)	5,288	4,054
Weighted average number of ordinary shares in issue ('000)	80,925	80,925	80,925	80,881
Basic earnings per share (sen)	2.00	(0.07)	6.53	5.01

**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**  
**27<sup>th</sup> February 2007**