

**BINA PURI HOLDINGS BHD**

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

**CONDENSED CONSOLIDATED INCOME STATEMENTS  
FOR YEAR ENDED 31 DECEMBER 2009**

|  | Individual Period       |  | Cumulative Period       |   |
|--|-------------------------|--|-------------------------|---|
|  | Current Year<br>Quarter | Preceding Year<br>Corresponding<br>Quarter | Current Year<br>To Date | Preceding Year<br>Corresponding<br>Period |
|  | 31 Dec 2009<br>RM'000   | 31 Dec 2008<br>RM'000                      | 31 Dec 2009<br>RM'000   | 31 Dec 2008<br>RM'000                     |
| Revenue  | 250,723                 | 146,354                                    | 780,144                 | 676,542                                   |
| Cost of sales  | (234,949)               | (129,005)                                  | (732,307)               | (624,677)                                 |
| Gross profit   | 15,774                  | 17,349                                     | 47,837                  | 51,865                                    |
| Other operating income   | 3,021                   | (380)                                      | 7,483                   | 3,507                                     |
| Administrative and general expenses                                      | (12,497)                | (14,660)                                   | (38,325)                | (41,754)                                  |
| Profit from operations   | 6,298                   | 2,309                                      | 16,995                  | 13,618                                    |
| Share of results of:   |                         |  |                         |   |
| - associates   | (536)                   | (1,262)                                    | (1,197)                 | (1,117)                                   |
| - jointly controlled entity  | (497)                   | 126  | (135)                   | (401)                                     |
| Investment income  | 159                     | 642  | 332                     | 779                                       |
| Finance costs  | (912)                   | (1,075)                                    | (4,583)                 | (4,845)                                   |
| Profit before tax  | 4,512                   | 740  | 11,412                  | 8,034                                     |
| Taxation   | (2,542)                 | (643)                                      | (3,987)                 | (2,869)                                   |
| Profit for the period  | 1,970                   | 97   | 7,425                   | 5,165                                     |
| <b>Profit for the period attributable to:</b>                            |                         |  |                         |   |
| Equity holders of the Company  | 2,003                   | (12)                                       | 6,394                   | 4,283                                     |
| Minority interests   | (33)                    | 109  | 1,031                   | 882                                       |
|  | 1,970                   | 97   | 7,425                   | 5,165                                     |
| <b>Earnings per share attributable to equity holders of the Company:</b> |                         |  |                         |   |
| EPS – Basic (sen)  | 1.93                    | -0.01                                      | 7.10                    | 5.17                                      |
| EPS – Diluted (sen)  | -                       | -  | -                       | -   |

(The condensed consolidated income statements should be read in conjunction with the annual financial report for YE 31 Dec 2008)

# BINA PURI HOLDINGS BHD

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

## CONDENSED CONSOLIDATED BALANCE SHEETS – 31 DECEMBER 2009

|  | As at<br>financial<br>period ended<br>31 Dec 2009 | As at<br>preceding<br>financial<br>year ended<br>31 Dec 2008 |
|--|---|--|
|  | RM'000<br>(Unaudited)                             | RM'000<br>(Audited)  |
| <b>NON-CURRENT ASSETS</b>  |   |  |
| Property, plant and equipment  | 59,489  | 55,251   |
| Prepaid lease payments   | 1,817   | 1,924  |
| Investment properties  | 140   | 1,130  |
| Investments in associates  | 31,146  | 32,307   |
| Investment in jointly controlled entity  | 326   | 479  |
| Other investments  | 7,248   | 7,270  |
| Land held for property development   | 13,257  | 13,257   |
| Deferred tax asset   | 654   | 778  |
|  | 114,077   | 112,396  |
| <b>CURRENT ASSETS</b>  |   |  |
| Inventories  | 5,424   | 5,008  |
| Property development costs   | -   | 876  |
| Gross amount due from customers  | 115,191   | 69,359   |
| Trade and other receivables  | 359,041   | 248,227  |
| Tax recoverable  | 746   | 2,561  |
| Fixed and time deposits  | 17,510  | 13,705   |
| Cash and bank balances   | 30,894  | 20,929   |
|  | 528,806   | 360,665  |
| <b>TOTAL ASSETS</b>  | 642,883   | 473,061  |
| <b>EQUITY</b>  |   |  |
| Share capital  | 104,194   | 83,610   |
| Share premium (non-distributable)  | 2,975   | 3,288  |
| Capital reserve (non-distributable)  | 15,682  | 15,682   |
| Exchange fluctuation reserve (non-distributable)                                 | (689)   | (1,112)  |
| Accumulated loss   | (22,156)  | (26,039)   |
| Equity attributable to shareholders of the Company                               | 100,006   | 75,429   |
| <b>MINORITY INTERESTS</b>  | 11,220  | 10,920   |
| <b>TOTAL EQUITY</b>  | 111,226   | 86,349   |
| <b>NON-CURRENT LIABILITIES</b>   |   |  |
| Hire purchase and finance lease liabilities                                      | 5,712   | 4,501  |
| Bank term loans  | 3,029   | 4,580  |
| Government grant   | 68  | 79   |
| Deferred tax liabilities   | 921   | 302  |
|  | 9,730   | 9,462  |
| <b>CURRENT LIABILITIES</b>   |   |  |
| Gross amount due to customers  | 13,602  | 5,812  |
| Trade and other payables   | 307,846   | 223,683  |
| Hire purchase liabilities  | 3,530   | 3,040  |
| Tax payable  | 2,886   | 720  |
| Bank borrowings  | 194,063   | 143,995  |
|  | 521,927   | 377,250  |
| <b>TOTAL LIABILITIES</b>   | 531,657   | 386,712  |
| <b>TOTAL EQUITY AND LIABILITIES</b>  | 642,883   | 473,061  |
| <br><b>Net assets per share attributable to shareholders of the Company (RM)</b> | <br>0.9598  | <br>0.9022   |

(The condensed consolidated balance sheet should be read in conjunction with the annual financial report for year ended 31 Dec 2008)

**BINA PURI HOLDINGS BHD**

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

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2009**

| RM'000                           | -----Non-distributable----- |               |                |                 |                  |                              |                    | Total   |
|----------------------------------|-----------------------------|---------------|----------------|-----------------|------------------|------------------------------|--------------------|---------|
|                                  | Share Capital               | Share Premium | Merger Reserve | Capital Reserve | Accumulated Loss | Exchange Fluctuation Reserve | Minority Interests |         |
| <b>31 December 2009</b>          |                             |               |                |                 |                  |                              |                    |         |
| At 1 January 2009                | 83,610                      | 3,288         | -              | 15,682          | (26,039)         | (1,112)                      | 10,920             | 86,349  |
| Issue of shares                  | 20,584                      |               |                |                 |                  |                              |                    | 20,584  |
| Exchange translation differences |                             |               |                |                 |                  | 423                          | 4                  | 427     |
| Expenses for restricted issue    |                             | (313)         |                |                 |                  |                              |                    | (313)   |
| Net profit for the year          |                             |               |                |                 | 6,394            |                              | 1,031              | 7,425   |
| Dividend paid                    |                             |               |                |                 |                  |                              |                    |         |
| -Dividends of the Company        |                             |               |                |                 | (2,511)          |                              |                    | (2,511) |
| -Dividend of subsidiaries        |                             |               |                |                 |                  |                              | (735)              | (735)   |
| Balance at 31 Dec 2009           | 104,194                     | 2,975         | -              | 15,682          | (22,156)         | (689)                        | 11,220             | 111,226 |
| <b>31 December 2008</b>          |                             |               |                |                 |                  |                              |                    |         |
| At 1 January 2008                | 82,666                      | 3,288         | 40             | 15,682          | (27,910)         |                              | 11,470             | 85,236  |
| Transfer from merger reserve     |                             |               | (40)           |                 | 40               |                              |                    | -       |
| Issue of shares                  | 944                         |               |                |                 |                  |                              |                    | 944     |
| Exchange translation differences |                             |               |                |                 |                  | (1,112)                      |                    | (1,112) |
| Net profit for the year          |                             |               |                |                 | 4,283            |                              | 882                | 5,165   |
| Dividend paid                    |                             |               |                |                 | (2,452)          |                              |                    | (2,452) |
| Deconsolidation of a subsidiary  |                             |               |                |                 |                  |                              | (1,432)            | (1,432) |
| Balance at 31 Dec 2008           | 83,610                      | 3,288         | -              | 15,682          | (26,039)         | (1,112)                      | 10,920             | 86,349  |

(The condensed consolidated statements of changes in equity should be read in conjunction with the annual financial report for year ended 31 Dec 2008)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2009**

|   | Current year<br>To date<br>31 Dec 2009<br>RM'000 | Preceding year<br>corresponding<br>period<br>31 Dec2008<br>RM'000 |
|---|--|---|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>             |  |   |
| Net profit before tax                                   | 11,412   | 8,034   |
| <i>Adjustments for:</i>                                 |  |   |
| Non-cash items  | 8,293  | 11,772  |
| Non-operating items                                     | 8,765  | 9,314   |
| Operating profit before changes in working capital      | 28,470   | 29,120  |
| Net changes in current assets                           | (157,459)  | 34,566  |
| Net changes in current liabilities                      | 91,951   | 19,430  |
| Cash ( utilised) / generated from operating activities  | (37,038)   | 83,116  |
| Expressway development expenditure                      | -  | (167)   |
| Interest paid   | (8,723)  | (9,503)   |
| Tax refund / ( paid)                                    | 788  | (2,244)   |
| Net cash flows from operating activities                | (44,973)   | 71,202  |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>             |  |   |
| Equity investments                                      | -  | (27,376)  |
| Other investments                                       | (7,003)  | 2,694   |
|   | (7,003)  | (24,682)  |
| <b>CASH FLOWS FROM FINANCING ACTIVITIES</b>             |  |   |
| Drawdown / (Repayment) of bank borrowings, net          | (10,125)   | (43,733)  |
| Payment of hire purchase liabilities                    | (3,989)  | (3,995)   |
| Proceeds from issue of shares                           | 20,271   | 944   |
| Advances from associates                                |  | 836   |
| Dividend paid   |  |   |
| -Dividends of the Company                               | (2,511)  | (2,452)   |
| -Dividend of subsidiaries                               | (735)  | -   |
|   | 2,911  | (48,400)  |
| <b>EFFECT OF CHANGES IN EXCHANGE RATES</b>              | 452  | (608)   |
| <b>NET CHANGES IN CASH AND CASH EQUIVALENTS</b>         | (49,065)   | (1,880)   |
| <b>CASH AND CASH EQUIVALENTS AT BEGINNING OF PERIOD</b> | (11,403)   | (8,915)   |
| <b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>       | (60,016)   | (11,403)  |
| <i>Represented by:</i>                                  |  |   |
| <b>CASH AND BANK BALANCES</b>                           | 30,894   | 20,929  |
| <b>BANK OVERDRAFTS</b>                                  | (90,910)   | (32,332)  |
|   | (60,016)   | (11,403)  |

(The condensed consolidated cash flow statements should be read in conjunction with the annual financial report for year ended 31 Dec 08)

## **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 Financial Reporting Standard (“FRS”) 134: “Interim Financial Reporting” and Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2008.

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

The significant accounting policies adopted are consistent with those of the audited financial statements for year ended 31 December 2008.

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

The financial statements of the Group for the year ended 31 December 2008 were not subject to any audit qualification.

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

The business operations of the Group were 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 reported in prior financial years.

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

During the financial period, the Company increased its issued and paid-up share capital from RM83,609,900 to RM104,194,400 by way of:

|  |                   |
|--|-------------------|
| Issuance of 584,500 new ordinary shares of RM1 each, pursuant to the exercise of the Employees’ Share Option Scheme. | 584,500           |
| Issuance of 20,000,000 shares to Bumimaju Mawar Sdn Bhd pursuant to the Debt Capitalisation                          | 20,000,000        |
|  | <u>20,584,500</u> |

There were no issuance and repayment of debts, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares for the current financial year.

**A8. SEGMENTAL ANALYSIS**

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 2009</b>       | Construction   | Property<br>development | Polyol<br>manufacturing | Quarry and<br>ready mix<br>concrete | Others      | Elimination    | Consolidated   |
|-------------------------------|----------------|-------------------------|-------------------------|-------------------------------------|-------------|----------------|----------------|
|                               | RM'000         | RM'000                  | RM'000                  | RM'000                              | RM'000      | RM'000         | RM'000         |
| <b>REVENUE</b>                |                |                         |                         |                                     |             |                |                |
| External sales                | 690,916        | 11,101                  | 15,431                  | 62,696                              | -           | -              | 780,144        |
| Inter-segment sales           | 509            | -                       | -                       | 3,098                               | -           | (3,607)        | -              |
| <b>Total revenue</b>          | <b>691,425</b> | <b>11,101</b>           | <b>15,431</b>           | <b>65,794</b>                       | <b>-</b>    | <b>(3,607)</b> | <b>780,144</b> |
| <b>RESULTS</b>                |                |                         |                         |                                     |             |                |                |
| Segment operating profit      | 14,362         | 56                      | 260                     | 2,285                               | (28)        | 60             | 16,995         |
| Investment income             | 332            | -                       | -                       | -                                   | -           | -              | 332            |
| Share of results of           |                |                         |                         |                                     |             |                |                |
| - associates                  | (1,590)        | -                       | -                       | 393                                 | -           | -              | (1,197)        |
| - jointly controlled entity   | (135)          | -                       | -                       | -                                   | -           | -              | (135)          |
| Finance costs                 | (4,043)        | -                       | (113)                   | (427)                               | -           | -              | (4,583)        |
| <b>Profit before taxation</b> | <b>8,926</b>   | <b>56</b>               | <b>147</b>              | <b>2,251</b>                        | <b>(28)</b> | <b>60</b>      | <b>11,412</b>  |

| <b>31 December 2008</b>         | Construction   | Property<br>development | Polyol<br>manufacturing | Quarry and<br>ready mix<br>concrete | Others       | Elimination     | Consolidated   |
|---------------------------------|----------------|-------------------------|-------------------------|-------------------------------------|--------------|-----------------|----------------|
|                                 | RM'000         | RM'000                  | RM'000                  | RM'000                              | RM'000       | RM'000          | RM'000         |
| <b>REVENUE</b>                  |                |                         |                         |                                     |              |                 |                |
| External sales                  | 534,898        | 46,948                  | 18,684                  | 76,012                              | -            | -               | 676,542        |
| Inter-segment sales             | 451            | -                       | -                       | 15,225                              | -            | (15,676)        | -              |
| <b>Total revenue</b>            | <b>535,349</b> | <b>46,948</b>           | <b>18,684</b>           | <b>91,237</b>                       | <b>-</b>     | <b>(15,676)</b> | <b>676,542</b> |
| <b>RESULTS</b>                  |                |                         |                         |                                     |              |                 |                |
| Segment operating profit/(loss) | 7,399          | 3,798                   | 166                     | 2,955                               | (117)        | (583)           | 13,618         |
| Investment income               | 774            | -                       | -                       | 5                                   | -            | -               | 779            |
| Share of results of             |                |                         |                         |                                     |              |                 |                |
| - associates                    | (1,444)        | -                       | -                       | 327                                 | -            | -               | (1,117)        |
| - jointly controlled entity     | (401)          | -                       | -                       | -                                   | -            | -               | (401)          |
| Finance costs                   | (3,545)        | (701)                   | (146)                   | (453)                               | -            | -               | (4,845)        |
| <b>Profit before taxation</b>   | <b>2,783</b>   | <b>3,097</b>            | <b>20</b>               | <b>2,834</b>                        | <b>(117)</b> | <b>(583)</b>    | <b>8,034</b>   |

**A9. Dividend paid**

|  |             |
|--|-------------|
| Financial year ended 31 Dec 2008                             |             |
| - interim dividend of 2% less 25% tax was paid on 9 Jan 2009 | RM1,254,148 |
| - final dividend of 2% less 25% tax was paid on 15 July 2009 | RM1,256,731 |
|  | <hr/>       |
|  | RM2,510,879 |
| Financial year ended 31 Dec 2009                             |             |
| - interim dividend of 2% less 25% tax was paid on 8 Jan 2010 | RM1,560,266 |
|  | <hr/>       |

**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 the end of the current quarter 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 material changes in the composition of the Group during the period under review.

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

The changes in contingent liabilities since 31 December 2008 were as follows:

|  | 31 Dec 08<br>RM'000 | Changes<br>RM'000 | 18 Feb 10<br>RM'000 |
|--|---------------------|-------------------|---------------------|
| Guarantees given in favour of financial institutions for credit facilities granted to associated companies | 186,098             | 319,927           | 506,025             |
|  |                     |                   | <hr/>               |

**A14. Capital commitments**

|  | 31 Dec 2009<br>RM'000 | 31 Dec 2008<br>RM'000 |
|--|-----------------------|-----------------------|
| Approved commitments in respect of capital expenditure | 491,400               | -                     |
|  | <hr/>                 |                       |



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

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

For the year ended 31 December 2009, the Group achieved a revenue of RM780.1 million and profit before tax of RM11.4 million as compared to the previous corresponding year of RM676.5 million and RM8.0 million respectively

The construction division recorded a revenue of RM691.4 million and profit before tax of RM8.9 million as compared to the previous corresponding year of RM535.3 million and RM2.7 million respectively. The improved performance of this division was mainly due to commencement of the projects secured in 2009, namely housing development in Brunei, Nippon Factory at Lahore, medium cost apartment at Menggatal, building works for Universiti Malaysia Kelantan, housing development at Papar, sub-structure work for Plaza Merdeka and commercial development at Jalan Tun Fuad Stephens.

The property division recorded a revenue of RM11.1 million and profit before tax of RM56,000 as compared to the previous corresponding year of RM46.9 million and RM3.1 million respectively. The decrease in revenue was mainly due to completion of Jesselton Condominiums and Taman Malawa Apartment during the year.

The quarry and ready mix concrete division recorded a revenue of RM65.8 million and profit before tax of RM2.3 million as compared to the previous corresponding year of RM91.2 million and RM2.8 million respectively. The performance of this division was affected by lower road paving works secured during the period.

The polyol division recorded a revenue of RM15.4 million and profit before tax of RM147,000 as compared to the previous corresponding year of RM18.7 million and RM20,000 respectively. The performance of the division was affected by lack of export market due to the global economic slowdown

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

During the quarter under review, the Group achieved a revenue of RM250.7 million as compared to the immediate preceding quarter of RM208.2 million.

The Group's recorded a profit before tax of RM4.5 million for the 4<sup>th</sup> quarter ended 31 December 2009 as compared to the preceding quarter of RM2.8 million.

The improved performance was mainly due to commencement of the projects secured in 2009 as mentioned above.

### **B3. Prospects**

The Group will continue to focus 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 in Thailand, Pakistan and Brunei. We are looking forward to securing more overseas contracts in Brunei, Pakistan and Middle East. The current value of contract work in progress is approximately RM2.39 billion, which is expected to provide a steady stream of revenue for the Group over the next three 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          | Preceding Year        | Current Year          | Preceding Year        |
|  | 31 Dec 2009<br>RM'000 | 31 Dec 2008<br>RM'000 | 31 Dec 2009<br>RM'000 | 31 Dec 2008<br>RM'000 |
| Malaysian tax expense                  |                       |                       |                       |                       |
| - Current                              | 137                   | 181                   | 656                   | 638                   |
| - Deferred                             | 583                   | (168)                 | 621                   | (338)                 |
| Overseas tax expense                   | 1,825                 | 457                   | 2,705                 | 2,430                 |
|  | 2,545                 | 470                   | 3,982                 | 2,730                 |
| Under-estimation of tax in prior years | (3)                   | 173                   | 5                     | 139                   |
|  | 2,542                 | 643                   | 3,987                 | 2,869                 |

The Group's effective tax rate for the year ended 31 December 2009 was higher than the statutory rate as certain expenses have been disallowed in arriving at the chargeable income.

**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 purchases or disposals of quoted securities for the financial year under review.

(b) Total investments in quoted securities as at 31 December 2009 were as follows:

|                                     | RM'000 |
|-------------------------------------|--------|
| (i) At cost                         | -      |
| (ii) At carrying value / book value | -      |
| (iii) At market value               | -      |

**B8. Status of corporate proposals**

The Proposed Debt Capitalisation has been completed with the issuance of 20,000,000 shares to Bumimaju Mawar Sdn Bhd at the issue price of RM1.00 per Settlement Share pursuant to the Proposed Debt Capitalisation. The Shares have been listed on 11 September 2009.

## B9. Group borrowings and debt securities

The group borrowings as at 31 December 2009 are as follows:

|                                    | <-----31 December 2009----->          |                                      |                      | 31 Dec 2008          |
|------------------------------------|---------------------------------------|--------------------------------------|----------------------|----------------------|
| RM'000                             | Repayable<br>within next<br>12 months | Repayable<br>after next<br>12 months | Total<br>outstanding | Total<br>outstanding |
| (a) Long term loans<br>(secured)   | 1,200                                 | 2,000                                | 3,200                | 4,400                |
| (b) Short term loans               |                                       |                                      |                      |                      |
| - Secured                          | 13,632                                | -                                    | 13,632               | 14,219               |
| - Unsecured                        | 54,128                                | -                                    | 54,128               | 64,993               |
|                                    | 67,760                                | -                                    | 67,760               | 79,212               |
| (c) Project financing<br>(secured) | 125,103                               | 1,029                                | 126,132              | 64,963               |
| <b>Total borrowings</b>            | <b>194,063</b>                        | <b>3,029</b>                         | <b>197,092</b>       | <b>148,575</b>       |

The borrowings were denominated in the following currencies:

|                      | 31 December 2009 | 31 December 2008 |
|----------------------|------------------|------------------|
|                      | RM'000           | RM'000           |
| Ringgit Malaysia     | 165,980          | 139,232          |
| United States Dollar | 9,134            | 9,343            |
| Brunei Dollar        | 21,978           | -                |
|                      | <u>197,092</u>   | <u>148,575</u>   |

## B10. Off balance sheet financial instruments

There were no material financial instruments with off balance sheet risk as at date of this report.

## B11. Changes in material litigation

Kimpoint Sdn Bhd (“Kimpoint”) had on 17 September 1999 commenced legal proceedings against the Company in the Shah Alam High Court vide Suit No. MT2-22-1043-99 claiming the sum of RM8,773,437 for alleged breach of an agreement entered into between Kimpoint and the Company. The Company has in turn filed a counter claim against Kimpoint on 11 January 2009 for the return of the sum of RM1,226,562 paid to Kimpoint. Kimpoint had on 8 June 2005 filed an application to amend its Statement of Claim but its application was dismissed by the Senior Assistant Registrar on 18 December 2006. Kimpoint appealed to the Judge in Chambers on 20 December 2006 against the Senior Assistant Registrar’s decision and at the hearing of Kimpoint’s appeal on 14 October 2009 judge allowed Kimpoint’s application to amend the Statement of Claim. Case management has been fixed on 10 February 2010. However, judge directed parties to try to resolve matter amicably and fixed 24 March 2010 for parties to appear before the judge if amicable settlement fail to be resolved.

The Company’s solicitors are of the opinion that the Company has a fair chance of defending the suit.

**B12. Dividend**

Subject to the shareholders' approval at the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2009 has been recommended as follows:

- 1) A final dividend of 2 % less income tax at 25%
- 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.

**B13. Earnings per share**

|  | Individual Period     |                       | Cumulative Period     |                       |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
|  | Current Year          | Preceding Year        | Current Year          | Preceding Year        |
|  | 31 Dec 2009<br>RM'000 | 31 Dec 2008<br>RM'000 | 31 Dec 2009<br>RM'000 | 31 Dec 2008<br>RM'000 |
| <b>a Basic earnings per share</b>                          |                       |                       |                       |                       |
| Net profit for the year (RM'000)                           | 2,003                 | (12)                  | 6,394                 | 4,283                 |
| Weighted average number of ordinary shares in issue ('000) | 103,625               | 83,407                | 90,043                | 82,905                |
| Basic earnings per share (sen)                             | 1.93                  | -0.01                 | 7.10                  | 5.17                  |

**b Diluted earnings per share**

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

**B14. AUTHORISED FOR ISSUE**

The interim financial statements were authorised for issue by the Board of Directors in accordance with resolution of the Directors on 23 February 2010.