

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR YEAR ENDED 31 DECEMBER 2011**

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
Revenue	288,958	369,747	1,177,298	1,230,646
Cost of sales	(251,217)	(354,550)	(1,090,198)	(1,175,344)
Gross profit	37,741	15,197	87,100	55,302
Other operating income	2,004	889	6,527	5,980
Administrative and general expenses	(23,864)	(12,663)	(62,960)	(44,494)
Profit from operations	15,881	3,423	30,667	16,788
Share of results of:				
- associates	(609)	(10)	(132)	566
- jointly controlled entity	(1,370)	(10)	(391)	71
Investment income	114	168	401	363
Finance costs	(1,800)	(660)	(5,092)	(3,652)
Profit before tax	12,216	2,911	25,453	14,136
Taxation	(13,756)	(382)	(18,682)	(2,773)
Profit for the period	(1,540)	2,529	6,771	11,363
Profit for the period attributable to:				
Owners of the Parent	(1,542)	2,472	6,032	10,603
Non-controlling interests	2	57	739	760
Profit for the period	(1,540)	2,529	6,771	11,363
Earnings per share				
EPS – Basic (sen)	(1.32)	2.30	5.43	10.09
EPS – Diluted (sen)	N/A	N/A	N/A	N/A

(The condensed consolidated income statement should be read in conjunction with the audited financial statements for year ended 31 Dec 2010 and the accompanying explanatory notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR YEAR ENDED DECEMBER 2011**

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	31/12/2011 RM'000	31/12/2010 RM'000	31/12/2011 RM'000	31/12/2010 RM'000
Profit for the period	(1,540)	2,529	6,771	11,363
Other comprehensive income / (loss)				
Foreign currency translation difference for foreign operations	(434)	(89)	(33)	(878)
Total comprehensive income for the period	(1,974)	2,440	6,738	10,485
Total comprehensive profit for the period attributable to:				
Owners of the Parent	(1,966)	2,366	6,010	9,736
Non-controlling interests	(8)	74	728	749
Total comprehensive income for the period	(1,974)	2,440	6,738	10,485

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for year ended 31 Dec 2010 and the accompanying explanatory notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD

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

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION – 31 DECEMBER 2011

	As at 31 Dec 2011 RM'000 (Unaudited)	As at 31 Dec 2010 RM'000 (Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	94,628	56,466
Investment properties	112	112
Investments in associates	3,813	32,429
Investment in jointly controlled entity	-	363
Other investments	37,274	7,298
Land held for property development	-	13,081
Goodwill	350	350
Deferred tax asset	654	654
	136,831	110,753
CURRENT ASSETS		
Inventories	4,995	5,028
Development cost	32,702	-
Gross amount due from customers	228,754	104,745
Trade and other receivables	420,485	481,525
Tax recoverable	662	1,382
Fixed deposits	22,960	30,355
Cash and bank balances	53,383	42,232
	763,941	665,267
CURRENT LIABILITIES		
Gross amount due to customers	43,038	19,122
Trade and other payables	404,432	387,322
Hire purchase liabilities	6,074	3,383
Tax payable	15,448	1,962
Bank borrowings	272,454	233,726
	741,446	645,515
NET CURRENT ASSETS	22,495	19,752
	159,326	130,505
EQUITY		
Share capital	121,882	107,036
Reserves	7,268	2,634
Equity attributable to owners of the Parent	129,150	109,670
Non-controlling interests	13,402	12,224
TOTAL EQUITY	142,552	121,894
NON-CURRENT LIABILITIES		
Hire purchase and finance lease liabilities	7,388	5,520
Bank term loans	7,616	1,934
Government grant	-	58
Deferred tax liabilities	1,770	1,099
	16,774	8,611
	159,326	130,505
Net assets per share attributable to owners of the parent (RM)	1.0596	1.0246

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 31 Dec 2010 and the accompanying notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2011**

RM'000	<-----NON-DISTRIBUTABLE----->					DISTRIBUTABLE	ATTRIBUTABLE	NON-	TOTAL
	SHARE CAPITAL	SHARE PREMIUM	OTHER CAPITAL RESERVE	TRANSLATION RESERVE	EMPLOYEE SHARE OPTION RESERVE	ACCUMULATED LOSS	TO OWNERS OF THE COMPANY	CONTROLLING INTERESTS	EQUITY
<i>Balance at 31.1.2010</i>	104,194	2,975	15,682	(690)	-	(22,130)	100,031	11,187	111,218
Effect of adopting FRS 139	-	-	-	-	-	(481)	(481)	(124)	(605)
	104,194	2,975	15,682	(690)	-	(22,611)	99,550	11,063	110,613
Total comprehensive income for the financial period	-	-	-	(867)	-	10,603	9,736	749	10,485
Issuance of shares pursuant to exercise of ESOS	2,842	-	-	-	-	-	2,842	-	2,842
Share options granted under ESOS	-	-	-	-	677	-	677	-	677
Dividends by the company	-	-	-	-	-	(3,135)	(3,135)	-	(3,135)
Acquisition of subsidiaries	-	-	-	-	-	-	-	524	524
Acquisition of non-controlling interest	-	-	-	-	-	-	-	(112)	(112)
<i>Balance at 31/12/2010</i>	107,036	2,975	15,682	(1,557)	677	(15,143)	109,670	12,224	121,894
Total comprehensive income for the financial period	-	-	-	(22)	-	6,032	6,010	728	6,738
Share options granted under ESOS	-	-	-	-	1,680	-	1,680	-	1,680
Issuance of shares pursuant to exercise of ESOS	5,246	1,787	-	-	(1,622)	-	5,411	-	5,411
Issuance of shares from private placement	9,600	-	-	-	-	-	9,600	-	9,600
Increase share capital in a subsidiary	-	-	-	-	-	-	-	322	322
Acquisition of non-controlling interests	-	-	-	-	-	-	-	128	128
Dividends by the company	-	-	-	-	-	(3,221)	(3,221)	-	(3,221)
<i>Balance at 31/12/2011</i>	121,882	4,762	15,682	(1,579)	735	(12,332)	129,150	13,402	142,552

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 31 Dec 2010 and the accompanying notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Current year To date 31 Dec 2011 RM'000	Preceding year To date 31 Dec 2010 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit before tax	25,453	14,136
<i>Adjustments for:</i>		
Depreciation	10,387	8,578
Gain on disposal of property, plant & machinery	(839)	(1,360)
Property, plant & machinery written off	2	10
Loss on disposal of land held for property development	-	607
Gain on disposal of investments	(50)	-
Impairment loss on receivables	8,687	2,382
Impairment loss on investment properties	-	28
Receivables written off	-	2,063
Share options granted under ESOS	1,680	677
Amortisation of government grant	(58)	(10)
Share of results in jointly controlled entity	391	(71)
Share of results in associates	132	(566)
Unrealised gain on foreign exchange	-	(95)
Interest income	(409)	(408)
Interest expense	19,494	14,332
	<hr/>	<hr/>
Operating profit before changes in working capital	64,870	40,303
Net changes in current assets	(91,245)	(113,543)
Net changes in current liabilities	41,349	86,515
	<hr/>	<hr/>
Cash utilised in operations	14,974	13,275
Interest paid	(18,762)	(13,687)
Tax paid/(refund)	(3,800)	(3,978)
Net cash flows from operating activities	<hr/> (7,588) <hr/>	<hr/> (4,390) <hr/>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of a subsidiary	-	(350)
Acquisition of non-controlling interests	128	(112)
Advance to associates	-	(5,334)
Repayment from jointly controlled entity	-	4
Proceed on disposal of investments	74	-
Proceed on disposal of property, plant & equipment	1,864	1,705
Proceed on disposal of land held for property development	-	9,650
Purchase of property, plant & machinery	(18,685)	(10,072)

BINA PURI HOLDINGS BHD

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2011**

	Current year To date	Preceding year To date
	31 Dec 2011 RM'000	31 Dec 2010 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investment in associates	(2,018)	(676)
Purchase of other investments	-	(50)
Interest received	409	408
Dividend received from associates	400	201
Withdrawal/(placement) of fixed deposits	7,130	(12,329)
	<hr/>	<hr/>
	(10,698)	(16,955)
CASH FLOWS FROM INVESTING ACTIVITIES		
Drawdown / (Repayment) of bank borrowings, net	71,234	29,479
Payment of hire purchase instalments	(5,980)	(4,643)
Proceeds from issue of shares	15,012	2,842
Dividend paid	(3,221)	(3,135)
	<hr/>	<hr/>
	77,045	24,543
EFFECTS OF CHANGES IN EXCHANGE RATES	332	(2,178)
NET CHANGES IN CASH AND CASH EQUIVALENTS	58,759	3,198
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	(58,254)	(59,274)
	<hr/>	<hr/>
CASH AND CASH EQUIVALENTS AT END OF YEAR	837	(58,254)
<i>Represented by:</i>		
FIXED DEPOSITS	-	151
CASH AND BANK BALANCES	53,383	42,232
BANK OVERDRAFTS	(52,546)	(100,637)
	<hr/>	<hr/>
	837	(58,254)
	<hr/>	<hr/>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 31 Dec 2010 and the accompanying notes attached to the interim financial statements)

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 paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa Securities”).

The interim financial statements should be read in conjunction with the Group’s annual audited financial statements for the year ended 31 December 2010.

A2. Accounting policies

Save as disclosed below, significant accounting policies and methods of computation adopted are consistent with the audited financial statements for the financial year ended 31 December 2010. On 1 January 2011, the Group adopted the following new and revised FRSs and amendments to FRSs.

FRS 1 (Revised) First-time Adoption of Financial Reporting Standards

FRS 3 (Revised) Business Combinations

FRS 127 (Revised) Consolidated and Separate Financial Statements

Amendments to FRS 1 (Revised): Limited Exemption from
Comparative FRS 7 Disclosures for First-time Adopters

Amendments to FRS 1: Additional Exemptions for First-time Adopters

Amendments to FRS 2: Scope of FRS 2 and FRS 3 (Revised)

Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions

Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary

Amendments to FRS 7: Improving Disclosures about Financial Instruments

Amendments to FRS 138: Consequential Amendments Arising from FRS 3 (Revised)

Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and FRS 3 (Revised)

IC Interpretation 4 Determining Whether An Arrangement Contains a Lease

IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation

IC Interpretation 17 Distributions of Non-cash Assets to Owners

IC Interpretation 18 Transfers of Assets from Customers

The above new/revised FRSs and Amendments to FRSs and IC Interpretations are not expected to have any significant impact on the financial statements of the Group.

A2. Accounting policies (Cont'd)

Malaysian Financial Reporting Standards (“MFRS”)

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued the International Financial Reporting Standards compliant MFRS to fully converge with International Financial Reporting Standards on 1 January 2012.

The Group is in the process of assessing the financial effects arising from the adoption of the MFRS framework.

A3. Seasonal or cyclical factors

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

A4. Unusual items affecting assets, liabilities, equity, net income or cash flow

There were no significant unusual items that affect the assets, liabilities, equity, net income or cash flow during the quarter under review.

A5. Material Changes in estimates

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

A6. Issuances, repurchases and repayments of debt and equity securities

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 period except for:-

- The issuance of 5,245,725 new ordinary shares of RM1 each, pursuant to the exercise of the Employees’ Share Option Scheme.
- The private placement of 9,600,000 new ordinary shares of RM1 each.

A7. Dividend paid

For the financial year ended 31 Dec 2010 an interim dividend of 2% less 25% tax was paid on 18 January 2011

RM1,600,779

For the financial year ended 31 Dec 2010, a final dividend of 2% less 25% tax was paid on 7 July 2011

RM1,620,000

RM3,220,779

A8. SEGMENTAL ANALYSIS

The Group's operations comprise the following business segments:

- (i) Construction
- (ii) Property development
- (iii) Polyol manufacturing
- (iv) Quarry and ready mix concrete
- (v) Power supply

31 December 2011	Construction	Property development	Polyol manufacturing	Quarry and ready mix concrete	Power Supply	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE								
External sales	1,084,098	-	15,178	71,982	6,040	-	-	1,177,298
Inter-segment sales	1,302	-	-	26,242	-	-	(27,544)	-
Total revenue	1,085,400	-	15,178	98,224	6,040	-	(27,544)	1,177,298
RESULTS								
Segment operating profit	28,399	(622)	(763)	2,267	2,643	(140)	(1,117)	30,667
Investment income	353	40	-	-	8	-	-	401
Share of results of								
- associates	(656)	-	-	524	-	-	-	(132)
- jointly controlled entity	(391)	-	-	-	-	-	-	(391)
Finance costs	(4,063)	(116)	(141)	(594)	(178)	-	-	(5,092)
Profit before taxation	23,642	(698)	(904)	2,197	2,473	(140)	(1,117)	25,453

31 December 2010	Construction	Property development	Polyol manufacturing	Quarry and ready mix concrete	Power Supply	Others	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE								
External sales	1,158,408	-	15,162	54,700	1,620	756	-	1,230,646
Inter-segment sales	704	-	-	26,999	-	-	(27,703)	-
Total revenue	1,159,112	-	15,162	81,699	1,620	756	(27,703)	1,230,646
RESULTS								
Segment operating profit	14,340	389	136	2,050	88	33	(248)	16,788
Investment income	363	-	-	-	-	-	-	363
Share of results of								
- associates	302	-	-	264	-	-	-	566
- jointly controlled entity	71	-	-	-	-	-	-	71
Finance costs	(3,244)	-	(94)	(314)	-	-	-	(3,652)
Profit before taxation	11,832	389	42	2,000	88	33	(248)	14,136

A9. Material 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.

A10. Changes in the composition of the Group

There were no material changes in the composition of the Group during the period under review other than the following: -

- (i) A notice dated 10 March 2011 from Suruhanjaya Syarikat Malaysia (SSM) that Karseng Industries and Engineering Sdn Bhd would be struck off the register upon expiration of three months from the date of the said notice under Section 308(2) of the Companies Act, 1965.
- (ii) A notice dated 25 March 2011 from SSM that Sungai Long Plaster Industries Sdn Bhd would be struck off the register upon expiration of three months from the date of the said notice under Section 308(2) of the Companies Act, 1965.
- (iii) On 8 June 2011, the Group acquired 69 ordinary shares of RM1 each for cash consideration of RM69 in share capital of BP Energy Sdn Bhd (formerly known as BPHB Tim Sekata JV Sdn Bhd). The Group has 70% equity participation in the said company
- (iv) On 15 June 2011, the Group acquired 110,000 ordinary shares of RM1 each for cash consideration of RM20 in share capital of Sumbangan Lagenda Sdn Bhd. The Group has 55% equity participation in the said company.

A11. Changes in contingent liabilities or contingent assets

The changes in contingent liabilities since 31 December 2010 were as follows:

	20 Feb 2012	Changes	31 Dec 10
	RM'000	RM'000	RM'000
Guarantees given in favour of financial institutions for credit facilities granted to associated companies	1,037,958	293,471	744,487

A12. Capital commitments

Authorised capital commitments not recognized in the interim financial statements as at 31 December 2011 are as follows:

	31 Dec 11	31 Dec 10
	RM'000	RM'000
Approved and contracted for: Purchase of development land	-	4,500

B : Additional notes to Bursa Malaysia Securities Berhad listing requirements

B1. Review of performance

For the year ended 31 December 2011, the Group achieved revenue of RM1.177 billion and profit before tax of RM 25.5 million as compared to the previous corresponding year of RM1.231 billion and RM14.1 million respectively.

The construction division recorded revenue of RM1.085 billion and profit before tax of RM23.6 million as compared to the previous corresponding year of RM1.159 billion and RM11.8 million respectively. The improved performance of this division was mainly attributable to progressive profit recognised from projects secured during the period, which include KLIA 2, LRT, KK Times Square and Sabah Administration Centre.

The quarry and ready mix concrete division recorded revenue of RM98 million and profit before tax of RM 2.2 million as compared to the previous corresponding year of RM81.7 million and RM2.0 million respectively. The performance of this division remains satisfactory.

The polyol division recorded revenue of RM15.2 million and loss of RM904,000 as compared to the previous corresponding year of RM15.2 million and profit of RM42,000 respectively. The performance of the division was affected by lack of export market, higher cost of raw materials and intense competition in the local market

The power supply division recorded revenue of RM6.0 million from the micro power service to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and profit before tax of RM2.5 million as compared to the previous corresponding year of RM1.6 million and RM88,000 respectively.

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

During the quarter under review, the Group achieved revenue of RM 288.9 million and profit before tax of RM12.2 million as compared to the immediate preceding quarter of RM297.7 million and RM5.8 million respectively.

The improved result was mainly attributable to higher profit margin for projects in progress during the quarter.

B3. Prospects

The Group will continue to focus on and enhance its main core businesses. The current value of contract work in progress is approximately RM2.3 billion, which is expected to provide a steady stream of revenue for the Group over the next three years.

The Group will be launching our own development projects in Klang Valley, Johor Bahru and Kota Kinabalu with an estimated projected gross development value of more than RM1.3 billion. This would contribute to better profit margin for the Group.

The Group has invested into 5 micro power plants of 2MW each and this would contribute positively to the Group's earnings in the future. The Group would continue to explore for more business and investment opportunities in Indonesia.

The Group has entered into the concession agreement with the National Highway Authority, Islamabad, Pakistan on 16 January 2012 for the construction of the 136 km long motorway known as "Conversion of existing 4-lane Karachi-Hyderabad superhighway into 6-lane motorway (M-9) on Built-Operate-Transfer (BOT) for contract value of PKR24.93 billion (equivalent to RM864 million). The concession period is 28 years.

The Group is currently exploring business opportunities that would contribute recurring income to the Group.

B4. Profit forecast or profit guarantee

The Group did not issue any profit forecast or profit guarantee in the current quarter or in the prior financial year.

B5. Taxation

	Individual Period		Cumulative Period	
	Current Year	Preceding Year	Current Year	Preceding Year
	31 Dec 11 RM'000	31 Dec 10 RM'000	31 Dec 11 RM'000	31 Dec 10 RM'000
Malaysian tax expense				
- Current	5,364	(543)	9,923	472
- Deferred	400	(169)	673	182
Overseas tax expense	271	713	533	1,846
	6,035	1	11,129	2,500
Under-estimation of tax in prior years	7,721	381	7,553	273
	13,756	382	18,682	2,773

B6. Status of corporate proposals

There were no pending corporate proposals except for the proposed disposal of 80% equity interest in PT Megapower Makmur to Oriented Media Group Berhad.

B7. Group borrowings and debt securities

The group borrowings as at 31 December 2011 are as follows:

	-----31 December 2011-----		31 Dec 2010	
	Repayable within next 12 months	Repayable after next 12 months	Total outstanding	Total outstanding
	RM'000	RM'000	RM'000	RM'000
(a) Long term loans (secured)	4,590	7,616	12,206	3,466
(b) Short term loans				
- Secured	4,000	-	4,000	9,535
- Unsecured	71,806	-	71,806	61,285
	75,806	-	75,806	70,820
(c) Project financing (secured)	192,058	-	192,058	161,374
Total borrowings	272,454	7,616	280,070	235,660

The borrowings were denominated in the following currencies:

	31 December 2011 RM'000	31 December 2010 RM'000
Ringgit Malaysia	245,828	182,105
United States Dollar	5,231	5,536
Brunei Dollar	29,011	48,019
	280,070	235,660

B8. Gains and losses arising from fair value changes of financial liabilities

There was no gain/(loss) arising from fair value changes in financial liabilities in this reporting period.

B9. Breakdown of realised and unrealised profits or losses of the Group

31 December 2011	Realised RM'000	Unrealised RM'000	Total RM'000
Total accumulated losses of the Company and its subsidiaries	(11,592)	(544)	(12,136)
Total share of retained profits / (accumulated losses) from associated companies	(228)	-	(228)
Total share of retained profits from jointly controlled entities	32	-	32
Total group accumulated losses	<u>(11,788)</u>	<u>(544)</u>	<u>(12,332)</u>
	Realised RM'000	Unrealised RM'000	Total RM'000
Total accumulated losses of the Company and its subsidiaries	(13,597)	(2,343)	(15,940)
Total share of retained profits / (accumulated losses) from associated companies	406	-	406
Total share of retained profits from jointly controlled entities	391	-	391
Total group accumulated losses	<u>(12,800)</u>	<u>(2,343)</u>	<u>(15,143)</u>

B10. Changes in material litigation

- **Kuala Lumpur High Court Suit No.: S4-22-1076-2005 Ho Hup Construction Company Berhad (“Ho Hup”) v. KM Quarry Sdn Bhd (“KM Quarry”)**

Ho Hup had claimed against KM Quarry, a subsidiary of Bina Puri Holdings Bhd, a sum of RM3,433,336 for, *inter alia*, incomplete, inaccurate joint measurement and overvaluation of works executed by KM Quarry. KM Quarry had in turn counterclaimed against Ho Hup, *inter alia*, for outstanding sum of RM3,774,875 for works executed and not paid for. Judgement was given by the Court on 29th March, 2011 in favour of KM Quarry for RM3,609,655 together with interest and costs (“Judgement”). On 7th July, 2011, Ho Hup and KM Quarry had entered into a Settlement Agreement for a settlement sum of RM4,000,000 (“Settlement Sum”) payable via the issuance of Redeemable Convertible Preference Shares (RCPS) by Ho Hup to KM Quarry on or before 31st December, 2011 with a grace period of one month therefrom. The Settlement Sum is additionally guaranteed by a third party (“said Guarantee”). As at todate, Ho Hup and the said third party have defaulted under the Settlement Agreement and the said Guarantee respectively. At the said third party’s request, KM Quarry has agreed to grant the said third party indulgence to pay the entire settlement sum by 31st May, 2012 without prejudice to KM Quarry’s rights to enforce the Judgement and the said Guarantee against Ho Hup and the said third party respectively.

B10. Changes in material litigation (Cont'd)

- **EP Engineering Sdn Bhd (“EP”) v. Bina Puri Sdn Bhd (BPSB) & Kris Heavy Engineering & Construction Sdn Bhd (“KH”)**

EP is claiming for an amount of RM16,834,453 together with interest thereon for loss and damages suffered by reason of KH’s wrongful repudiation of a subcontract which was awarded by KH to EP. BPSB denies the claim on the ground that BPSB was not privy to the contract.

The arbitration continued hearing was held from 30th November until 2nd December 2011. The matter is currently postponed, pending new date to be fixed by the Arbitrator.

- **ANC Holdings Pte Ltd (“ANC”) v Bina Puri Holdings Bhd (“BPHB”)**

ANC is claiming for an amount of SGD \$4,632,273.81 together with interest thereon for commission in the procurement of two (2) projects known as the 359 units at Al Amlaj in Tabuk and the 308 units at Al Dawandmy, both in the Kingdom of Saudi Arabia. BPHB denies that the award had resulted from ANC’s assistance to BPHB and emphasised that BPHB had secured the Projects through its own efforts.

On 9th January 2012, the Assistant Registrar gave Judgment in favour of BPHB for ANC to furnish further and better particulars of the Statement of Claim limited to particulars of the time, effort and money devoted by ANC by 30th January 2012 together with SGD \$900 as costs and disbursements.

ANC had in turn filed an appeal on 18th January 2012 against the decision on the grounds that BPHB are not entitled to the particulars orders and request for said particulars to be dismissed. ANC indicates their intention to withdraw the appeal on the Pre-Trial Conference on 24th February 2012.

- **MDC Precast Industries Sdn Bhd (“MDC”) v Bina Puri Sdn Bhd (“BPSB”)**

MDC is claiming for an amount of RM479,868.86 for goods which have been supplied and late payment interest of RM87,604.97. BPSB’s counter claimed, *inter alia*, that the goods delivered by MDC are defective and unfit for its purpose. BPSB avers that due to the defective goods supplied by MDC and the rejection of those defective goods by the Employer of the Project, BPSB had incurred additional cost of RM1,642,336.47 for rectification works and accelerating of the work in order to complete the Project.

The Court has fixed the matter for further case management on 22nd February 2012.

B11. Dividend

Subject to the shareholders’ approval at the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2011 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.

B12. Earnings per share

	Individual Period		Cumulative Period	
	Current Year 31 Dec 11	Preceding Year 31 Dec 10	Current Year 31 Dec 11	Preceding Year 31 Dec 10
<i>a Basic earnings per share</i>				
Net profit for the period (RM'000)	(1,542)	2,472	6,032	10,603
Weighted average number of ordinary shares in issue ('000)	117,013	106,144	111,001	105,114
Basic earnings per share (sen)	(1.32)	2.30	5.43	10.09

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.

B16. Audit report qualification

The financial statements of the Group for the year ended 31 December 2010 were not subject to any audit qualification.

B17. Authorisation for Issue

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