

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED INCOME STATEMENT
FOR PERIOD ENDED 30 JUNE 2012**

	Individual Period		Cumulative Period	
	Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To Date	Preceding Year Corresponding Period
	30/6/2012 RM'000	30/6/2011 RM'000	30/6/2012 RM'000	30/6/2011 RM'000
Revenue	284,273	301,305	586,155	590,610
Cost of sales	(268,810)	(285,530)	(555,580)	(562,315)
Gross profit	15,463	15,775	30,575	28,295
Other operating income	2,118	1,489	3,393	3,322
Administrative and general expenses	(12,052)	(11,821)	(23,473)	(22,560)
Profit from operations	5,529	5,443	10,495	9,057
Share of results of:				
- associates	140	80	551	357
- jointly controlled entity	(160)	5	(341)	10
Investment income	64	10	202	86
Finance costs	(1,895)	(1,101)	(3,412)	(2,113)
Profit before tax	3,678	4,437	7,495	7,397
Taxation	(1,038)	(316)	(2,562)	(734)
Profit for the period	2,640	4,121	4,933	6,663
Profit for the period attributable to:				
Owners of the Parent	2,134	3,849	4,225	5,951
Non-controlling interests	506	272	708	712
Profit for the period	2,640	4,121	4,933	6,663
Earnings per share				
EPS – Basic (sen)	1.73	3.56	3.41	5.52
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 2011 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 PERIOD ENDED 30 JUNE 2012**

	Individual Period		Cumulative Period	
	Current Year Quarter 30/6/2012 RM'000	Preceding Year Corresponding Quarter 30/6/2011 RM'000	Current Year To Date 30/6/2012 RM'000	Preceding Year Corresponding Period 30/6/2011 RM'000
Profit for the period	2,640	4,121	4,933	6,663
Other comprehensive income / (loss)				
Foreign currency translation difference for foreign operations	116	34	(205)	(69)
Total comprehensive income for the period	2,756	4,155	4,728	6,594
Total comprehensive profit for the period attributable to:				
Owners of the Parent	2,246	3,883	4,023	5,882
Non-controlling interests	510	272	705	712
Total comprehensive income for the period	2,756	4,155	4,728	6,594

(The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for year ended 31 Dec 2011 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 – 30 JUNE 2012

	As at 30 June 2012 RM'000 (Unaudited)	As at 31 Dec 2011 RM'000 (Audited)
NON-CURRENT ASSETS		
Property, plant and equipment	97,517	94,638
Investment properties	112	112
Investments in associates	4,730	3,717
Other investments	37,274	37,274
Goodwill	350	350
Deferred tax asset	678	678
	140,661	136,769
CURRENT ASSETS		
Inventories	6,492	4,996
Property development cost	85,650	33,549
Gross amount due from customers	306,418	211,567
Trade and other receivables	466,101	421,628
Tax recoverable	524	694
Fixed deposits	17,443	23,220
Cash and bank balances	63,606	53,789
	946,234	749,443
CURRENT LIABILITIES		
Gross amount due to customers	82,707	23,842
Trade and other payables	414,179	410,108
Hire purchase liabilities	7,221	4,793
Tax payable	13,628	14,032
Bank borrowings	359,647	252,326
	877,382	705,101
NET CURRENT ASSETS		
	68,852	44,342
	209,513	181,111
EQUITY		
Share capital	124,067	121,883
Reserves	11,154	7,104
Equity attributable to owners of the Parent	135,221	128,987
Non-controlling interests	14,374	13,424
TOTAL EQUITY	149,595	142,411
NON-CURRENT LIABILITIES		
Hire purchase and finance lease liabilities	7,725	8,661
Bank term loans	49,768	27,744
Deferred tax liabilities	2,425	2,295
	59,918	38,700
	209,513	181,111
Net assets per share attributable to owners of the parent (RM)		
	1.0899	1.0583

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 31 Dec 2011 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 PERIOD ENDED 30 JUNE 2012**

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 31.1.2011</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	-	-	-	(151)	-	5,997	5,846	750	6,596
Exercise of employee share options	5,247	1,880	-	-	(1,622)	-	5,505	-	5,505
Issuance of shares	9,600	-	-	-	-	-	9,600	-	9,600
Share issuance expenses	-	(93)	-	-	-	-	(93)	-	(93)
Share options granted under ESOS	-	-	-	-	1,680	-	1,680	-	1,680
Dividends by the company	-	-	-	-	-	(3,221)	(3,221)	-	(3,221)
Acquisition of subsidiaries	-	-	-	-	-	-	-	450	450
<i>Balance at 31/12/2011</i>	121,883	4,762	15,682	(1,708)	735	(12,367)	128,987	13,424	142,411
Total comprehensive income for the financial period	-	-	-	(205)	-	4,225	4,020	705	4,725
Issuance of shares pursuant to exercise of ESOS	556	245	-	-	(200)	-	601	-	601
Issuance of shares	1,628	(15)	-	-	-	-	1,613	-	1,613
Increase share capital in a subsidiary	-	-	-	-	-	-	-	245	245
<i>Balance at 30/6//2012</i>	124,067	4,992	15,682	(1,913)	535	(8,142)	135,221	14,374	149,595

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 31 Dec 2011 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 PERIOD ENDED 30 JUNE 2012**

	Current year To date 30 June 2012 RM'000	Preceding year To date 30 June 2011 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit before tax	7,495	7,397
<i>Adjustments for:</i>		
Depreciation	4,949	4,210
Gain on disposal of property, plant & machinery	(512)	(805)
Property, plant & machinery written off	22	1
Gain on disposal of investments	-	(50)
Impairment loss on receivables	-	125
Amortisation of government grant	-	(58)
Share of results in jointly controlled entity	341	(10)
Share of results in associates	(551)	(357)
Interest income	(207)	(86)
Interest expense	8,191	7,200
Operating profit before changes in working capital	19,728	17,567
Net changes in current assets	(192,921)	20,592
Net changes in current liabilities	62,534	(44,773)
Cash utilised in operations	(110,659)	(6,614)
Interest paid	(7,594)	(6,793)
Tax paid	(2,628)	(1,159)
Net cash flows from operating activities	(120,881)	(14,566)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceed on disposal of investments	-	74
Proceed on disposal of property, plant & equipment	732	1,072
Issuance of shares to non-controlling interest	245	-
Purchase of property, plant & machinery	(3,124)	(9,512)
Purchase of investment in associates	(367)	-
Interest received	207	86
Withdrawal/(placement) of fixed deposits	5,818	7,549
	3,511	(731)

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**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE PERIOD ENDED 30 JUNE 2012**

	Current year To date	Preceding year To date
	30 June 2012 RM'000	30 June 2011 RM'000
CASH FLOWS FROM INVESTING ACTIVITIES		
Drawdown / (Repayment) of bank borrowings, net	145,122	60,116
Payment of hire purchase instalments	(3,529)	(2,447)
Proceeds from issue of shares	2,213	928
Dividend paid	-	(1,601)
	<hr/> 143,806	<hr/> 56,996
EFFECTS OF CHANGES IN EXCHANGE RATES	(554)	(232)
NET CHANGES IN CASH AND CASH EQUIVALENTS	26,436	41,699
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	4,790	(58,254)
CASH AND CASH EQUIVALENTS AT END OF YEAR	<hr/> 30,672	<hr/> (16,787)
<i>Analysis of cash and cash equivalent</i>		
FIXED DEPOSITS WITH LICENSED BANKS	17,443	22,737
LESS : FIXED DEPOSITS PLEDGED TO LICENSED BANK	(16,228)	(22,578)
	<hr/> 1,215	<hr/> 159
CASH AND BANK BALANCES	63,606	52,432
BANK OVERDRAFTS	(34,149)	(69,378)
	<hr/> 30,672	<hr/> (16,787)

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 31 Dec 2011 and the accompanying notes attached to the interim financial statements)

Bina Puri Holdings Bhd

(Company No. 207184-X)

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PART A : Explanatory notes pursuant to FRS 134

A1. Basis of preparation

The Group falls within the scope definition of Transitioning Entities. The Transitioning Entities are given an option to defer adoption of the MFRSs framework for an additional one year. Transitioning Entities also includes those entities that consolidate or equity account or proportionately consolidate another entity that has chosen to continue to apply the FRSs framework for annual periods beginning on or after 1st January 2012.

Accordingly, the Group has chosen to defer the adoption of the MFRSs framework for an additional one year. The Group and the Company will prepare its first MFRSs financial statements using the MFRSs framework for the financial year ending 31 December 2014. For the financial year ending 31 December 2012, the Group will continue to prepare financial statements using Financial Reporting Standards.

The interim financial statements are unaudited and have been prepared in accordance with the requirement of FRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Marketing 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 2011.

A2. Accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2011, except for the adoption of the following new Financial Reporting Standards (FRS), amendment to FRS and IC Interpretations with effect from 1 January 2012.

Amendments to FRS 1	First-time Adoption of Financial Reporting Standards
Amendment to FRS 7	Financial Instruments: Disclosures
Amendments to IC Int 14	FRS 119 – The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction
FRS 124	Related Party Disclosures
IC Int 19	Extinguishing Financial Liabilities with Equity Instruments

Adoption of the above FRS, amendments to FRS and IC Interpretations did not have any impact on the financial statements of the Group.

The Group and Company have not adopted the following new and revised FRSs, amendments/improvements to FRSs, new IC Int and amendments to IC Int that have been issued as at the date of authorisation of these financial statements but are not yet effective for the Group and the Company:-

		Effective for financial periods beginning on or after
FRS 9	Financial Instruments	1 January 2015
FRS 10	Consolidated Financial Statements	1 January 2013
FRS 11	Joint Arrangements	1 January 2013
FRS 12	Disclosures of Interests in Other Entities	1 January 2013
FRS 13	Fair Value Measurement	1 January 2013

A2. Accounting policies (cont'd)

		Effective for financial periods beginning on or after
<u>Revised FRSs</u>		
FRS 119	Employee Benefits	1 January 2013
FRS 127	Separate Financial Statements	1 January 2013
FRS 128	Investments in Associates and Joint Ventures	1 January 2013
<u>Amendments/Improvements to FRSs</u>		
FRS 101	Presentation of Financial Statements	1 July 2012
FRS 132	Financial Instruments: Presentation	1 January 2014
<u>New IC Int</u>		
IC Int 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013

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 556,500 new ordinary shares of RM1 each, pursuant to the exercise of the Employees' Share Option Scheme.
- The private placement of 1,628,200 new ordinary shares of RM1 each.

A7. Dividend paid

There was no dividend paid in the current quarter.

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

30 June 2012	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	516,580	2,775	10,821	52,317	3,662	-	-	586,155
Inter-segment sales	426	-	-	600		-	(1,026)	-
Total revenue	517,006	2,775	10,821	52,917	3,662	-	(1,026)	586,155
RESULTS								
Segment operating profit	6,211	761	252	1,614	1,605	52	-	10,495
Investment income	187	15	-	-	-	-	-	202
Share of results of								
- associates	(201)	194	-	558	-	-	-	551
- jointly controlled entity	(341)	-	-	-	-	-	-	(341)
Finance costs	(2,422)	(453)	(65)	(340)	(132)	-	-	(3,412)
Profit before taxation	3,434	517	187	1,832	1,473	52	-	7,495

A8. SEGMENTAL ANALYSIS

30 June 2011	Construction RM'000	Property development RM'000	Polyol manufacturing RM'000	Quarry and ready mix concrete RM'000	Power Supply RM'000	Others RM'000	Elimination RM'000	Consolidated RM'000
REVENUE								
External sales	547,701	-	7,245	33,759	1,905	-	-	590,610
Inter-segment sales	650	-	-	15,141	-	-	(15,791)	-
Total revenue	548,351	-	7,245	48,900	1,905	-	(15,791)	590,610
RESULTS								
Segment operating profit	8,167	(90)	(250)	1,735	467	13	(985)	9,057
Investment income	86	-	-	-	-	-	-	86
Share of results of								
- associates	(1)	-	-	358	-	-	-	357
- jointly controlled entity	10	-	-	-	-	-	-	10
Finance costs	(1,782)	-	(64)	(237)	(30)	-	-	(2,113)
Profit before taxation	6,480	(90)	(314)	1,856	437	13	(985)	7,397

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.

A11. Changes in contingent liabilities or contingent assets

The changes in contingent liabilities since 31 December 2011 were as follows:

	25 Aug 2012 RM'000	Changes RM'000	31 Dec 11 RM'000
Guarantees given in favour of financial institutions for credit facilities granted to :			
- associates	25,546	(8,793)	34,339
- other investment	1,032,195	46,365	985,830

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 June 2012 are as follows:

	30 June 12 RM'000	31 Dec 11 RM'000
Approved and not contracted for:		
Development of mini hydro power plant in Sulawesi	31,000	-
Approved and contracted for:		
Purchase of property, plant and equipment	-	1,723

B : Additional notes to Bursa Malaysia Securities Berhad listing requirements**B1. Review of performance**

For the period ended 30 June 2012, the Group achieved revenue of RM586.2 million and profit before tax of RM7.5 million as compared to the previous corresponding period of RM590.6 million and RM7.4 million respectively.

The construction division recorded revenue of RM517.0 million and profit before tax of RM3.4 million as compared to the previous corresponding period of RM548.4 million and RM6.5 million respectively. Lower contribution from overseas projects contributed to lower profit for the period under review.

The property division recorded revenue of RM2.8 million and profit before tax of RM0.5 million for the period ended 30 June 2012. This was mainly attributable from progressive profit recognition from sales of development properties for Laman Vila, Mont. Kiara North and Main Place Residence, USJ 21.

The quarry and ready mix concrete division recorded revenue of RM52.9 million and profit before tax of RM1.8 million as compared to the previous corresponding period of RM48.9 million and RM1.9 million respectively.

B1. Review of performance (cont'd)

The polyol division recorded revenue of RM10.8 million and profit of RM187,000 as compared to the previous corresponding period of RM7.2 million and loss of RM314,000 respectively. The higher export sales to Middle East secured during the period contributed to the improved performance of this division.

The power supply division recorded revenue of RM3.7 million from the micro power service to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and profit before tax of RM1.5 million as compared to the previous corresponding period of RM1.9 million and RM0.4 million respectively. The improved performance was mainly due to full operation of the 5 micro power plants since July 2011.

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

During the quarter under review, the Group achieved revenue of RM284.3 million and profit before tax of RM3.7 million as compared to the immediate preceding quarter of RM301.9 million and RM3.8 million respectively.

There were no material changes in the quarterly results as compared the 1st quarter 2012

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 RM2.5 billion, which is expected to provide a steady stream of revenue for the Group over the next three years.

The Group has launched some projects in Klang Valley and would continue with other development in Klang Valley, Johor Bahru and Kota Kinabalu with an estimated projected gross development value of more than RM1.5 billion. This would contribute to better profit margin for the Group.

The Group has entered into an agreement with PT.PLN (Persero), Wilayah Sulawesi to build and operate a mini hydro power plant with capacity of 4,200 KW in Sulawesi at an estimated development cost of US\$10 million. The tenure of the Power Purchase Agreement is 15 years effective from the date of commercial run of the power plant. The mini hydro operation is expected to contribute positively to the earnings of the Group for the financial year ending 31 December 2014 onwards.

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 for 28 years.

The Group is currently exploring business opportunities that would contribute more 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
	30 June 2012 RM'000	30 June 2011 RM'000	30 June 2012 RM'000	30 June 2011 RM'000
Malaysian tax expense				
- Current	586	199	2,038	595
- Deferred	256	17	126	(49)
Overseas tax expense	173	100	375	188
	1,015	316	2,539	734
Under-estimation of tax in prior years	23	-	23	-
	1,038	316	2,562	734

The Group's effective tax rate was higher compared to the statutory taxation rate mainly due to certain non-tax deductible expenses.

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 30 June 2012 are as follows:

	-----30 June 2012-----		31 Dec 2011	
	Repayable	Repayable	Total	Total
	within next 12 months	after next 12 months	outstanding	outstanding
	RM'000			
(a) Long term loans (secured)	4,247	36,678	40,925	32,201
(b) Short term loans				
- Secured	14,000	-	14,000	4,000
- Unsecured	74,138	-	74,138	71,806
	88,138	-	88,138	75,806
(c) Project financing (secured)	267,262	13,090	280,352	172,063
Total borrowings	359,647	49,768	409,415	280,070

The borrowings were denominated in the following currencies:

	30 June 2012	31 December 2011
	RM'000	RM'000
Ringgit Malaysia	367,487	245,828
United States Dollar	4,279	5,231
Brunei Dollar	37,649	29,011
	409,415	280,070

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

30 June 2012	Realised RM'000	Unrealised RM'000	Total RM'000
Total accumulated losses of the Company and its subsidiaries	(4,138)	(1,922)	(6,060)
Total share of retained profits / (accumulated losses) from associated companies	262	-	262
Total share of retained profits from jointly controlled entities	(2,344)	-	(2,344)
Total group accumulated losses	<u>(6,220)</u>	<u>(1,922)</u>	<u>(8,142)</u>

B9. Breakdown of realised and unrealised profits or losses of the Group (Cont'd)

31 December 2011	Realised RM'000	Unrealised RM'000	Total RM'000
Total accumulated losses of the Company and its subsidiaries	(8,246)	(1,794)	(10,040)
Total share of retained profits / (accumulated losses) from associated companies	(324)	-	(324)
Total share of retained profits from jointly controlled entities	(2,003)	-	(2,003)
Total group accumulated losses	<u>(10,573)</u>	<u>(1,794)</u>	<u>(12,367)</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 (“KMQ”)**

Ho Hup was claiming, inter alia, for RM3,433,336.00 for incomplete, inaccurate joint measurement and overvaluation amounting to RM2,439,294.00 in respect of works carried out by KMQ. KMQ counter claimed, inter alia, for the following outstanding balance of RM3,774,875.00 in respect of works carried out by KMQ.

On 29 March 2011, the Court gave Judgement in favour of KMQ for RM3,609,655.00 together with interest at 8% per annum from 25 November 2005 till date of full realisation plus costs and also ordered that costs for the independent referee of RM233,455.00 be borne by Ho Hup.

On 7 July 2011, Ho Hup and KMQ had entered into a Settlement Agreement for a settlement sum of RM4 million (“Settlement Sum”) payable via the issuance of Redeemable Convertible Preference Shares by Ho Hup to KMQ on or before 31 December 2011 with a grace period of one month therefrom. The Settlement Sum is additionally

B10. Changes in material litigation (cont'd)

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

guaranteed by a third party (“said Guarantee”). 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, KMQ has agreed to grant the said third party indulgence subject to receipt of payment of RM1.0 million plus interest by 1 March 2012 and to allow the balance of settlement sum to be paid by 31 May 2012 without prejudice to KMQ’s rights to enforce the Judgement and the said Guarantee against Ho Hup and the said third party respectively. On 9 March 2012, the guarantor has paid RM1.0 million together with interest of RM52,603.00. As the said third party have failed to pay the balance of settlement sum under the Settlement Agreement, our solicitors issued a Letter of Demand to Ho Hup on 25 June 2012 of RM4,434,312.91 together with interest. On 31 July 2012, we received a copy of Restraining Order dated 25 April 2012 from Ho Hup’s solicitors *inter alia* the order be made to restrain all and any further action(s) and/or proceedings against Ho Hup be extended for a further period of six (6) months from the date of the Order.

- **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 RM16,834,453.00 together with interest thereon for lost 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 there is no contract in existence between EP and BPSB.

By way of letter dated 15 May 2012, our solicitors proposed a preliminary issue to be determined by the Arbitrator. The Arbitrator in this matter has yet to provide the Parties any date for further clarification.

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

ANC is claiming for an amount of SGD4,632,274.00 together with interest thereon for commission in the procurement of two (2) projects known as the 359 units of houses at Al Amlaj in Tabuk and the 308 units of houses at Al Dawandmy, both in the Kingdom of Saudi Arabia (“the Projects”). BPHB denies that the award had resulted from ANC’s assistance since BPHB had secured the Projects through its own efforts.

The High Court has fixed the matter for trial from 10 until 13 September 2012.

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

MDC is claiming for an amount of RM567,474.83 together with interest from 1 July 2011 till date of full realisation plus cost. BPSB 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.

On 25 May 2012, the Learned High Court Judge has granted the MDC’s Summary Judgment but has also allowed a stay of execution of the judgment on the basis that we have a plausible counterclaim against MDC.

The Court of Appeal has fixed BPSB’s Appeal of the Summary Judgment decision for Hearing on 25 September 2012 and BPSB’s counterclaim is fixed for Mention on 28 September 2012 pending the disposal of the Appeal in the Court of Appeal.

B11. Dividend

No interim dividend has been declared for the financial period under review.

B12. Earnings per share

	Individual Period		Cumulative Period	
	Current Year 30 June 12	Preceding Year 30 June 11	Current Year 30 June 12	Preceding Year 30 June 11
a <i>Basic earnings per share</i>				
Net profit for the period (RM'000)	2,134	3,849	4,225	5,951
Weighted average number of ordinary shares in issue ('000)	122,970	108,000	123,753	107,874
Basic earnings per share (sen)	1.73	3.56	3.41	5.52

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 2011 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.