

**BINA PURI HOLDINGS BHD**(Company No. 207184-X)  
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2013**

	<b>3 months ended</b>		<b>9 months ended</b>	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
Revenue	197,211	367,049	727,124	953,204
Cost of sales	(181,453)	(350,957)	(679,630)	(906,537)
Gross profit	15,758	16,092	47,494	46,667
Other operating income	3,252	610	6,829	4,003
Administrative expenses	(14,260)	(12,914)	(40,739)	(36,387)
	4,750	3,788	13,584	14,283
Share of results in associates	364	13	1,142	564
Share of results in a jointly controlled entity	-	(167)	21	(508)
Investment income	45	33	328	235
Finance costs	(2,124)	(1,589)	(5,934)	(5,001)
Profit before taxation	3,035	2,078	9,141	9,573
Taxation	(1,636)	(1,228)	(3,711)	(3,790)
Profit for the period	1,399	850	5,430	5,783
Other comprehensive (loss)/income				
- Foreign currency translation	(1,247)	(302)	(1,410)	(507)
	152	548	4,020	5,276
<b>Profit attributable to :</b>				
Owners of the Company	1,792	132	4,964	4,357
Non-controlling interests	(393)	718	466	1,426
	1,399	850	5,430	5,783
<b>Total comprehensive profit attributable to :</b>				
Owners of the Company	883	(175)	3,926	3,848
Non-controlling interests	(731)	723	94	1,428
	152	548	4,020	5,276
<b>Earnings per share (sen)</b>				
- basic	1.32	0.11	3.83	3.52
- diluted	1.32	0.11	3.83	3.52

(The condensed consolidated comprehensive income statement should be read in conjunction with the audited financial statements for year ended 31 Dec 2012 and the accompanying explanatory notes attached to the interim financial statements)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION****AS AT 30 SEPTEMBER 2013**

	As At 30-Sep-13 RM'000 (Unaudited)	As At 31-Dec-12 RM'000 (Audited)
<b>Non-current assets</b>		
Property, plant and equipment	108,116	101,589
Investment properties	99,399	39,604
Investment in associates	5,898	5,174
Other investments	37,309	37,309
Power plant development expenditure	4,809	-
Goodwill	350	350
Deferred tax assets	654	654
<b>Total non-current assets</b>	<b>256,535</b>	<b>184,680</b>
<b>Current assets</b>		
Inventories	6,155	5,462
Property development cost	38,941	46,141
Gross amount due from contract customers	233,604	206,409
Trade and other receivables	574,960	490,434
Tax recoverable	1,705	1,804
Fixed deposits with licensed banks	8,579	15,945
Cash and bank balances	19,619	71,311
<b>Total current assets</b>	<b>883,563</b>	<b>837,506</b>
<b>Current liabilities</b>		
Gross amount due to contract customers	2,190	6,707
Trade and other payables	396,112	426,854
Hire purchase payables	10,688	7,245
Bank borrowings	503,636	368,060
Tax payable	8,849	11,395
<b>Total current liabilities</b>	<b>921,475</b>	<b>820,261</b>
	(37,912)	17,245
	<b>218,623</b>	<b>201,925</b>
<b>Equity</b>		
Share capital	148,116	124,416
Reserves	12,665	10,964
Shareholders' funds	160,781	135,380
Non-controlling interests	14,116	14,022
<b>Total equity</b>	<b>174,897</b>	<b>149,402</b>
<b>Non-current liabilities</b>		
Hire purchase payables	7,052	9,625
Term loans	33,825	40,217
Deferred tax liabilities	2,849	2,681
<b>Total non-current liabilities</b>	<b>43,726</b>	<b>52,523</b>
	<b>218,623</b>	<b>201,925</b>
<b>Net assets per share (RM)</b>	<b>1.0855</b>	<b>1.0881</b>

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 31 Dec 2012 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 FINANCIAL PERIOD ENDED 30 SEPTEMBER 2013

	Share capital RM'000	Share premium RM'000	Other capital reserves RM'000	Translation reserve RM'000	Employee share option reserve RM'000	Accumulated losses RM'000	Attributable to owners of the Company RM'000	Non- controlling interests RM'000	Total equity RM'000
At 1 January 2012	121,883	4,762	15,682	(1,708)	735	(12,367)	128,987	13,424	142,411
Total comprehensive income for the financial period	-	-	-	(357)	-	5,110	4,753	575	5,328
Exercise of employee share options	905	398	-	-	(325)	-	978	-	978
Acquisition of non-controlling-interests	-	-	-	-	-	-	-	45	45
Disposal of subsidiaries	-	-	-	-	-	-	-	(203)	(203)
Changes in ownership interests in a subsidiary	-	-	-	-	-	19	19	181	200
Grant of share options to employees	-	-	-	-	891	-	891	-	891
Dividends on ordinary shares	-	-	-	-	-	(1,861)	(1,861)	-	(1,861)
Issuance of ordinary shares	1,628	-	-	-	-	-	1,628	-	1,628
Share issuance expenses	-	(15)	-	-	-	-	(15)	-	(15)
Total transactions with owners	2,533	383	-	-	566	(1,842)	1,640	23	1,663
At 31 December 2012	124,416	5,145	15,682	(2,065)	1,301	(9,099)	135,380	14,022	149,402
Total comprehensive income for the financial period	-	-	-	(1,038)	-	4,964	3,926	94	4,020
Issuance of ordinary shares	23,700	-	-	-	-	-	23,700	-	23,700
Dividends on ordinary shares	-	-	-	-	-	(1,997)	(1,997)	-	(1,997)
Share issuance expenses	-	(228)	-	-	-	-	(228)	-	(228)
Total transactions with owners	23,700	(228)	-	-	-	(1,997)	21,475	-	21,475
At 30 September 2013	148,116	4,917	15,682	(3,103)	1,301	(6,132)	160,781	14,116	174,897

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 31 Dec 2012 and the accompanying notes attached to the interim financial statements)

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED STATEMENTS OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2013**

	30-Sep-13 RM'000	30-Sep-12 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Profit before taxation	9,141	9,573
Adjustments for:		
Allowance for impairment loss receivables	-	13
Depreciation	9,218	8,209
Interest expense	15,646	13,211
Interest income	(328)	(250)
Loss / ( Gain) on disposal of property, plant and equipment	111	(740)
Property, plant and equipment written off	75	47
Share of results in:-		
- associates	(1,141)	(564)
- jointly controlled entity	(21)	508
Unrealised loss on foreign exchange	2,466	-
	<u>35,167</u>	<u>30,007</u>
Net changes in current assets	(112,414)	(248,459)
Net changes in current liabilities	(37,993)	86,142
Development expenditure	2,390	-
	<u>(112,850)</u>	<u>(132,310)</u>
Interest paid	(14,740)	(12,284)
Tax paid	(5,900)	(8,891)
Net Operating Cash Flows	<u>(133,490)</u>	<u>(153,485)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Interest received	328	250
Dividend received	400	200
Proceeds from disposal of property, plant and equipment	254	1,145
Purchase of property, plant and equipment	(7,950)	(5,986)
Purchase of investment properties	(59,795)	-
Purchase of investment in associates	-	(367)
Release/(placement) of fixed deposits	7,434	5,833
Net Investing Cash Flows	<u>(59,329)</u>	<u>1,075</u>

**CONDENSED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2013 (Continued)**

	30-Sep-13	30-Sep-12
	RM'000	RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid to shareholders of the Company	(1,997)	(1,861)
Drawdown/(repayment) of bank borrowings	122,133	147,975
Hire purchase interests paid	(906)	(927)
Repayment of hire purchase obligations	(6,308)	(3,715)
Issuance of shares to non-controlling interests	-	245
Proceeds from issuance of shares shares	23,472	2,527
Net Financing Cash Flows	136,394	144,244
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	(56,425)	(8,166)
<b>EFFECT OF CHANGES IN EXCHANGE RATE</b>	1,009	(979)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD</b>	38,160	4,790
<b>CASH AND CASH EQUIVALENTS AT END OF OF THE FINANCIAL PERIOD</b>	(17,256)	(4,355)
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Fixed deposits with licensed banks	8,579	17,457
Less: fixed deposits pledged to licensed banks	(8,579)	(16,207)
	-	1,250
Cash and bank balances	19,619	34,309
Bank overdrafts	(36,875)	(39,914)
	(17,256)	(4,355)

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 31 Dec 2012 and the accompanying notes attached to the interim financial statements)

**Bina Puri Holdings Bhd**  
(Company No. 207184-X)  
(Incorporated in Malaysia)

## NOTES TO THE INTERIM FINANCIAL REPORT

### A1. Basis of preparation

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 2012.

### A2. Accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2012, except for the adoption of the following new Financial Reporting Standards (FRS), amendment to FRS and IC Interpretations that are relevant to its operations:

FRS 10	Consolidated Financial Statements
FRS 11	Joint Arrangements
FRS 12	Disclosure of interests in Other Entities
FRS 13	Fair Value Measurement
Revised FRS 127	Separate Financial Statements
Revised FRS 128	Investment in associates and Joint Ventures
Amendment FRS 1	First-time Adoption of Financial Reporting Standards
Amendment FRS 7	Financial Instruments : Disclosures
Amendment FRS 11	Joint Arrangements
Amendment FRS 12	Disclosure of Interests in Other Entities
Amendment FRS 101	Presentation of Financial Statements
Amendment FRS 116	Property, Plant and Equipment
Amendment FRS 132	Financial Instruments : Presentation
Amendment FRS 134	Interim Financial Reporting

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

On 19 November 2011, the Malaysian Accounting Standards Board (MASB) issued a new MASB approved accounting framework, MFRS.

The MFRS is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities subject to the application of MRFS 141 Agriculture and Issues Committee Interpretation 15 Agreements for Construction of Real Estate.

Transitioning Entities will be allowed to defer adoption of the new MFRS; the Transitioning Entities would be required to adopt the new MFRS from annual periods beginning on or after 1 January 2015.

**A2. Accounting policies (continued)**

The Group falls within the scope definition of Transitioning Entities. The Transitioning Entities are given an option to defer adoption of the MFRSs framework. 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 2013.

Accordingly, the Group has chosen to defer the adoption of the MFRSs framework. The Group and the Company will prepare its first MFRSs financial statements using the MFRSs framework for the financial year ending 31 December 2015. For the financial year ending 31 December 2013, the Group will continue to prepare financial statements using Financial Reporting Standards.

**IC Int 15 Agreements for the Construction of Real Estate**

IC Int 15 establishes that the developer will have to evaluate whether control and significant risks and rewards of the ownership of work in progress can be transferred to the buyer as construction progresses before revenue can be recognised. The Group is currently assessing the impact of the adoption of this Interpretation.

**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 period.

**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 private placement of 23,700,000 new ordinary shares of RM1 each.

**A7. Dividend paid**

A final dividend of 2% per share less 25% income tax amounting to RM1,996,733.20 was paid on 31 July 2013 in respect of the financial year ended 31 December 2012.

## 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

	<b>Construction</b> RM'000	<b>Property development</b> RM'000	<b>Quarry and readymix concrete</b> RM'000	<b>Polyol</b> RM'000	<b>Power supply</b> RM'000	<b>Others</b> RM'000	<b>Group</b> RM'000
<b>30-Sep-13</b>							
<b>Revenue</b>							
External customer	583,211	52,335	70,475	14,449	6,654	-	727,124
Inter-segment revenue	72,680		1,495			-	74,175
	<u>655,891</u>	<u>52,335</u>	<u>71,970</u>	<u>14,449</u>	<u>6,654</u>	<u>-</u>	<u>801,299</u>
Adjustments and eliminations							(74,175)
Consolidated revenue							<u>727,124</u>
<b>Results</b>							
Segment results	7,364	3,692	2,219	(11)	255	65	13,584
Investment income	319	-	-	-	9	-	328
Share of results in associates	301	69	772	-	-	-	1,142
Share of results in a jointly controlled entity	21						21
Finance costs	(3,669)	(1,459)	(456)	(113)	(237)		(5,934)
Consolidated profit before taxation	<u>4,336</u>	<u>2,302</u>	<u>2,535</u>	<u>(124)</u>	<u>27</u>	<u>65</u>	<u>9,141</u>



**A8. SEGMENTAL ANALYSIS (continued)**

<b>30-Sep-12</b>	<b>Construction</b>	<b>Property</b>	<b>Quarry and</b>	<b>Polyol</b>	<b>Power</b>	<b>Others</b>	<b>Group</b>
	RM'000	development	readymix	RM'000	supply	RM'000	RM'000
<b>Revenue</b>	RM'000	RM'000	concrete	RM'000	RM'000	RM'000	RM'000
External customer	822,956	29,970	77,898	16,785	5,595	-	953,204
Inter-segment revenue	638	-	600	-	-	-	1,238
	<u>823,594</u>	<u>29,970</u>	<u>78,498</u>	<u>16,785</u>	<u>5,595</u>	<u>-</u>	<u>954,442</u>
Adjustments and eliminations							(1,238)
Consolidated revenue							<u>953,204</u>
<b>Results</b>							
Segment results	7,837	1,642	1,989	373	2,366	76	14,283
Investment income	211	24	-	-	-	-	235
Share of results in associates	(192)	99	657	-	-	-	564
Share of results in a jointly controlled entity	(508)	-	-	-	-	-	(508)
Finance costs	(3,714)	(452)	(528)	(106)	(201)	-	(5,001)
Consolidated profit before taxation	<u>3,634</u>	<u>1,313</u>	<u>2,118</u>	<u>267</u>	<u>2,165</u>	<u>76</u>	<u>9,573</u>

## 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 2012 were as follows:

	18-Nov-13 RM'000	Changes RM'000	31-Dec-12 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to:			
- associates	76,624	42,285	34,339
- other investment	1,128,654	142,824	985,830

## A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 September 2013 are as follows:

	30-Sep-13 RM'000	31-Dec-12 RM'000
Approved and not contracted for :		
- development of mini hydro power plant in Sulawesi	26,200	31,000
Approved and contracted for :		
- property, plant and equipment	2,130	5,368

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

### B1. Review of performance

The Group recorded a revenue of RM197.2 million for the current quarter under review and RM727.1 million for the nine months ended 30 September 2013 as compared to the previous corresponding period of RM367.0 million and RM953.2 million respectively.

The Group recorded a profit before tax of RM3.0 million for the current quarter under review and RM9.1 million for the nine months ended 30 September 2013 as compared to the previous corresponding period of RM2.1 million and RM9.6 million respectively.

For the nine months ended 30 September 2013, the construction division recorded revenue of RM655.9 million and profit before tax of RM4.3 million as compared to the previous corresponding period of RM823.6 million and RM3.6 million respectively. The decrease in revenue was mainly due to completion of certain projects.

## **B1. Review of performance (continued)**

The property division recorded revenue of RM52.3 million and profit before tax of RM2.3 million for the nine months ended 30 September 2013. This was mainly from sales of development properties for Laman Vila, Mont. Kiara North, Main Place Residence, USJ 21 and Puri Tower Puchong.

The quarry and ready mix concrete division recorded revenue of RM72.0 million and profit before tax of RM2.5 million as compared to the previous corresponding period of RM78.5 million and RM2.1million respectively. The improved performance was mainly due to higher selling price and production efficiency enhancement undertaken by the management.

The polyol division recorded revenue of RM14.4 million and incurred a loss of RM124,000 as compared to the previous corresponding period of RM16.8 million and profit of RM267,000 respectively.

The power supply division recorded revenue of RM6.7 million from the micro power service to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and profit before tax and foreign exchange loss of RM2.6 million. The unrealised foreign exchange loss of RM2.5 million due to weakening of Indonesia Rupiah against US Dollar had resulted in lower profit for the current period.

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

During the quarter under review, the Group achieved revenue of RM197.2 million and profit of RM3.0 million as compared to the immediate preceding quarter of RM256.2 million and RM2.9 million respectively.

The Group recorded a lower work progress due to completion of certain projects.

## **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 RM2.0 billion, which is expected to provide a steady stream of revenue for the Group over the next three years.

The Group had 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 RM2.8 billion. This would contribute to better profit margin for the Group.

The Group had successfully secured from PT PLN (Persero) Wilayah Bangka Belitung additional production capacity of 4MW for the micro power generation facilities in Pulau Bangka, Indonesia in 2012 and the total production capacity for these micro power plants is 14 MW in Indonesia..

The Group had 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 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**

	3 months ended		9 months ended	
	30-Sep-13 RM'000	30-Sep-12 RM'000	30-Sep-13 RM'000	30-Sep-12 RM'000
<b>Income tax</b>				
- current year				
Malaysian income tax	1,682	1,929	3,400	3,967
Foreign income tax	(244)	179	88	554
- prior year				
Malaysian income tax	2	(273)	3	(250)
Foreign income tax		-	-	-
	1,440	1,835	3,491	4,271
<b>Deferred taxation</b>				
- current year	196	(607)	220	(481)
- prior year	-	-	-	-
	196	(607)	220	(481)
	1,636	1,228	3,711	3,790

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 private placement of up to 44,108,000 new ordinary shares of RM1.00 each, representing approximately 30% of the enlarged issued and paid-up share capital of the Company. The proposal had been approved by Bursa Malaysia and shareholders of the Company on 27 May 2013 and 28 June 2013 respectively.

**B7. Group borrowings and debt securities**

The group borrowings as at 30 September 2013 were as follows:

	<----- 30 September 2013 ----->		31-Dec-12	
	Repayable within next 12 months RM'000	Repayable after next 12 months RM'000	Total RM'000	Total RM'000
(i) Long term loans (secured)	14,828	19,879	34,707	45,513
(ii) Short term loans				
- secured	3,800	-	3,800	3,800
- unsecured	83,545		83,545	67,321
	87,345	-	87,345	71,121
(iii) Project financing (secured)	401,463	13,946	415,409	291,643
Total borrowings	503,636	33,825	537,461	408,277

## B7. Group borrowings and debt securities (continued)

The borrowings were denominated in the following currencies :-

	<----- 30 September 2013 ----->			31-Dec-12
	Secured	Unsecured	Total	Total
	RM'000	RM'000	RM'000	RM'000
Ringgit Malaysia	414,378	83,545	497,923	358,883
United States Dollar	7,914	-	7,914	6,610
Brunei Dollar	31,624	-	31,624	42,784
	<u>453,916</u>	<u>83,545</u>	<u>537,461</u>	<u>408,277</u>

## B8. Changes in material litigation

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

The nature of the proceeding is an Arbitration which has been instituted by EP against BPSB together with KH 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 for the execution and completion of a Chilled Water Loop System in respect of the KLIA MAS Cargo Complex. BPSB denies the claim on the ground that there is no contract in existence between EP and BPSB and the alleged amount of loss and damage suffered was by reason of KH’s wrongful repudiation of the aforementioned sub contract.

EP has closed its case in the Arbitration proceeding. Directions have been given by the arbitrator to file written submissions. EP’s submission has been forwarded and served. On 9 April 2013, BPSB has been informed that KH has been directed by the arbitrator to submit their counter claim by 15 August 2013.

BPSB has also entered into a settlement agreement with EP wherein EP has agreed with BPSB not to enforce any award which may be made by the arbitrator against BPSB.

There is a more than average probability that the claim by EP against BPSB may be dismissed with cost. In the worst case scenario, BPSB will be liable to EP for the full amount awarded (if any) by the arbitrator against KH. However, BPSB and EP had already settled the arbitration by settlement agreement dated 27 April 2004. Hence there should be no liability against BPSB save for legal fees.

The Arbitration proceedings has concluded until the stage of filling of Written Submissions.

We are to file our Written Submission by 3.12.2013. No date have been fixed by the Arbitrator to deliver his Decision.

**B8. Changes in material litigation (continued)**

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

MDC is claiming for an amount of RM567,474.83 for goods which have been supplied and late payment interest of RM87,605. 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 BPSB’s employer, BPSB had incurred additional cost of RM1,277,636.47 for rectification works and accelerating of the work in order to complete the project.

The full trial is now fixed for continue hearing on 20.12.2013 for our company to call the last 2 witnesses to testify in court.

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

	30-Sep-13 RM'000	31-Dec-12 RM'000
<b>Total (accumulated losses)/retained profits</b>		
- realised	(1,176)	(3,369)
- unrealised	(2,370)	(2,399)
	<hr/>	<hr/>
	(3,546)	(5,768)
<b>Total share of (accumulated losses)/ retained profits of associates:</b>		
- realised	817	93
- unrealised	-	-
	<hr/>	<hr/>
	817	93
<b>Total share of (accumulated losses)/ retained profits of jointly controlled entity</b>		
- realised	(3,403)	(3,424)
- unrealised	-	-
	<hr/>	<hr/>
	(3,403)	(3,424)
<b>Total</b>	<hr/>	<hr/>
	(6,132)	(9,099)

**B10. Dividend**

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

**B11. Earnings per share**

	<b>3 months ended</b>		<b>9 months ended</b>	
	30-Sep-13 '000	30-Sep-12 '000	30-Sep-13 '000	30-Sep-12 '000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	1,792	132	4,964	4,357
Weighted average number of ordinary shares (Unit):	135,830	124,202	129,640	123,900
Basic earnings per share (sen)	1.32	0.11	3.83	3.52
(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.				

**B12. Audit report qualification**

The financial statements of the Group for the year ended 31 December 2012 were not subject to any audit qualification.

**B13. Authorisation for Issue**

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