

BINA PURI HOLDINGS BHD(Company No. 207184-X)
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013**

	3 months ended		12 months ended	
	31-Dec-13 RM'000	31-Dec-12 RM'000	31-Dec-13 RM'000	31-Dec-12 RM'000
Revenue	331,283	326,858	1,058,407	1,280,062
Cost of sales	(313,639)	(305,254)	(993,269)	(1,211,791)
Gross profit	17,644	21,604	65,138	68,271
Other operating income	768	1,642	7,597	5,645
Administrative expenses	(14,566)	(16,783)	(55,305)	(53,170)
	3,846	6,463	17,430	20,746
Share of results in associates	163	377	1,305	941
Share of results in a jointly controlled entity	-	(912)	21	(1,420)
Investment income	2,743	2,713	3,071	2,948
Finance costs	(2,010)	(1,810)	(7,944)	(6,811)
Profit before taxation	4,742	6,831	13,883	16,404
Taxation	(4,128)	(6,769)	(7,839)	(10,559)
Profit for the period	614	62	6,044	5,845
Other comprehensive (loss)/income				
- Foreign currency translation	(389)	(10)	(1,799)	(517)
	225	52	4,245	5,328
Profit attributable to :				
Owners of the Company	506	753	5,470	5,110
Non-controlling interests	108	(691)	574	735
	614	62	6,044	5,845
Total comprehensive profit attributable to :				
Owners of the Company	216	905	4,142	4,753
Non-controlling interests	9	(853)	103	575
	225	52	4,245	5,328
Earnings per share (sen)				
- basic	0.33	0.61	4.02	4.12
- diluted	0.33	0.61	4.02	4.12

(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 31 DECEMBER 2013**

	As At 31-Dec-13 RM'000 (Unaudited)	As At 31-Dec-12 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	107,038	101,589
Investment properties	104,683	39,604
Investment in associates	6,121	5,174
Other investments	37,309	37,309
Power plant development expenditure	7,764	-
Goodwill	350	350
Deferred tax assets	654	654
Total non-current assets	<u>263,919</u>	<u>184,680</u>
Current assets		
Inventories	5,417	5,462
Property development cost	83,023	46,141
Gross amount due from contract customers	215,479	206,409
Trade and other receivables	636,665	490,434
Tax recoverable	2,118	1,804
Fixed deposits with licensed banks	14,398	15,945
Cash and bank balances	55,616	71,311
Total current assets	<u>1,012,716</u>	<u>837,506</u>
Current liabilities		
Gross amount due to contract customers	12,631	6,707
Trade and other payables	442,980	426,854
Hire purchase payables	10,629	7,245
Bank borrowings	539,092	368,060
Tax payable	11,476	11,395
Total current liabilities	<u>1,016,808</u>	<u>820,261</u>
	(4,092)	17,245
	<u>259,827</u>	<u>201,925</u>
Equity		
Share capital	157,116	124,416
Reserves	13,657	10,964
Shareholders' funds	<u>170,773</u>	<u>135,380</u>
Non-controlling interests	14,125	14,022
Total equity	<u>184,898</u>	<u>149,402</u>
Non-current liabilities		
Hire purchase payables	6,562	9,625
Term loans	64,836	40,217
Deferred tax liabilities	3,531	2,681
Total non-current liabilities	<u>74,929</u>	<u>52,523</u>
	<u>259,827</u>	<u>201,925</u>
Net assets per share (RM)	<u>1.0869</u>	<u>1.0881</u>

(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 31 DECEMBER 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				(1,023)		5,470	4,447	103	4,550
Issuance of ordinary shares	32,700		-	-	-	-	32,700	-	32,700
Grant of share options to employees					498		498		498
Dividends on ordinary shares						(1,997)	(1,997)		(1,997)
Share issuance expenses	-	(255)	-	-	-	-	(255)	-	(255)
Total transactions with owners	32,700	(255)	-	-	498	(1,997)	30,946	-	30,946
At 31 December 2013	157,116	4,890	15,682	(3,088)	1,799	(5,626)	170,773	14,125	184,898

(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 31 DECEMBER 2013**

	31-Dec-13	31-Dec-12
	RM'000	RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	13,883	16,404
Adjustments for:		
Allowance for impairment loss receivables	-	388
Depreciation	12,350	10,783
Dividend income	(481)	(481)
Interest expense	23,158	17,980
Interest income	(3,904)	(686)
Loss / (Gain) on disposal of property, plant and equipment	(177)	(1,099)
Gain on disposal of investment in subsidiary	-	(1,858)
Gain arising from change of ownership interest in subsidiary	-	(70)
Net effect of unwinding of interest from discounting	26	(95)
Property, plant and equipment written off	75	26
Share of results in:-		
- associates	(1,305)	(941)
- jointly controlled entity	(21)	1,420
Share options granted under ESOS	498	891
Unrealised loss on foreign exchange	2,522	197
	<u>46,624</u>	<u>42,859</u>
Net changes in current assets	(150,564)	(61,229)
Net changes in current liabilities	19,258	(2,174)
Development expenditure	(44,647)	(12,592)
	<u>(129,329)</u>	<u>(33,136)</u>
Interest paid	(21,973)	(16,967)
Tax paid	(7,043)	(13,810)
Net Operating Cash Flows	<u>(158,345)</u>	<u>(63,913)</u>

CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2013 (Continued)

	31-Dec-13	31-Dec-12
	RM'000	RM'000
CASH FLOW FROM INVESTING ACTIVITIES:		
Acquisition of an associate	(60)	(1,040)
Acquisition of uncontrolling interests	-	45
Advance to associates	(4,749)	(4,175)
Interest received	3,903	686
Dividend received	881	881
Net of cash, disposal of investment in subsidiary	-	2,868
Proceeds from disposal of property, plant and equipment	600	1,531
Proceeds from disposal of other investment	-	375
Purchase of property, plant and equipment	(10,043)	(10,354)
Purchase of investment properties	(65,079)	(39,492)
Purchase of other investment	-	(35)
Release/(placement) of fixed deposits	1,754	6,108
Net Investing Cash Flows	(72,793)	(42,602)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid to shareholders of the Company	(1,997)	(1,861)
Drawdown/(repayment) of bank borrowings	174,759	144,997
Hire purchase interests paid	(1,185)	(1,013)
Repayment of hire purchase obligations	(7,195)	(4,708)
Proceeds from issuance of shares	32,445	2,591
Net Financing Cash Flows	196,827	140,006
NET CHANGE IN CASH AND CASH EQUIVALENTS	(34,311)	33,491
EFFECT OF CHANGES IN EXCHANGE RATE	1,161	(121)
CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD	38,160	4,790
CASH AND CASH EQUIVALENTS AT END OF OF THE FINANCIAL PERIOD	5,010	38,160
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	14,398	15,945
Less: fixed deposits pledged to licensed banks	(14,398)	(15,945)
	-	-
Cash and bank balances	55,616	71,311
Bank overdrafts	(50,606)	(33,151)
	5,010	38,160

(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 32,700,000 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

	Construction RM'000	Property development RM'000	Quarry and readymix concrete RM'000	Polyol RM'000	Power supply RM'000	Others RM'000	Group RM'000
31-Dec-13							
Revenue							
External customer	864,755	71,026	93,564	20,431	8,631	-	1,058,407
Inter-segment revenue	110,730		3,053			-	113,783
	<u>975,485</u>	<u>71,026</u>	<u>96,617</u>	<u>20,431</u>	<u>8,631</u>	<u>-</u>	<u>1,172,190</u>
Adjustments and eliminations							(113,783)
Consolidated revenue							<u>1,058,407</u>
Results							
Segment results	11,951	680	3,422	340	1,021	16	17,430
Investment income	864	2,195	-	-	12	-	3,071
Share of results in associates	146	119	1,040	-	-	-	1,305
Share of results in a jointly controlled entity	21						21
Finance costs	(4,882)	(2,017)	(601)	(162)	(282)		(7,944)
Consolidated profit before taxation	<u>8,100</u>	<u>977</u>	<u>3,861</u>	<u>178</u>	<u>751</u>	<u>16</u>	<u>13,883</u>

A8. SEGMENTAL ANALYSIS (continued)

31-Dec-12	Construction RM'000	Property development RM'000	Quarry and readymix concrete RM'000	Polyol RM'000	Power supply RM'000	Others RM'000	Group RM'000
Revenue							
External customer	1,097,980	54,149	97,513	22,845	7,575	-	1,280,062
Inter-segment revenue	59,545	-	868	-	-	-	60,413
	<u>1,157,525</u>	<u>54,149</u>	<u>98,381</u>	<u>22,845</u>	<u>7,575</u>	<u>-</u>	<u>1,340,475</u>
Adjustments and eliminations							(60,413)
Consolidated revenue							<u>1,280,062</u>
Results							
Segment results	15,426	679	1,357	699	2,965	16	21,142
Adjustments and eliminations							(396)
							<u>20,746</u>
Investment income	2,910	38	-	-	-	-	2,948
Share of results in associates	(82)	129	894	-	-	-	941
Share of results in a jointly controlled entity	(1,420)	-	-	-	-	-	(1,420)
Finance costs	(4,990)	(812)	(601)	(150)	(258)	-	(6,811)
Consolidated profit before taxation	<u>11,844</u>	<u>34</u>	<u>1,650</u>	<u>549</u>	<u>2,707</u>	<u>16</u>	<u>16,404</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:

	20-Feb-14 RM'000	Changes RM'000	31-Dec-12 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to:			
- associates	85,616	51,277	34,339
- other investment	1,139,095	153,265	985,830

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 31 December 2013 are as follows:

	31-Dec-13 RM'000	31-Dec-12 RM'000
Approved and not contracted for :		
- development of mini hydro power plant in Sulawesi	24,056	31,000
Approved and contracted for :		
- property, plant and equipment	2,061	5,368

B : Additional notes to Bursa Malaysia Securities Berhad listing requirements

B1. Review of performance

The Group recorded a revenue of RM331.3 million for the current quarter under review and RM1.1 billion for the year ended 31 December 2013 as compared to the previous corresponding period of RM326.9 million and RM1.3 billion respectively.

The Group recorded a profit before tax of RM4.7 million for the current quarter under review and RM13.9 million for the year ended 31 December 2013 as compared to the previous corresponding period of RM6.8 million and RM16.4 million respectively.

For the year ended 31 December 2013, the construction division recorded revenue of RM975.5 million and profit before tax of RM8.1 million as compared to the previous corresponding period of RM1.2 billion and RM11.8 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 RM71.0 million and profit before tax of RM1.0 million for the year ended 31 December 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 RM96.6 million and profit before tax of RM3.9 million as compared to the previous corresponding period of RM98.4 million and RM1.7 million 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 RM20.4 million and profit before tax of RM178,000 as compared to the previous corresponding period of RM22.8 million and profit of RM549,000 respectively.

The power supply division recorded revenue of RM8.6 million from the micro power service to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and profit before tax of RM0.8 million. The result was affected by weakening of Indonesia Rupiah against US Dollar.

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

During the quarter under review, the Group achieved revenue of RM331.3 million and profit of RM4.7 million as compared to the immediate preceding quarter of RM197.2 million and RM3.0 million respectively.

The Group recorded higher work progress from Ampang Light Rail Transit (LRT) Line extension - Package 1, KLIA 2, building work for Samur project in Sabah and Malaysian Embassy in Moscow during the quarter under review.

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 RM1.9 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, Kota Bharu and East Malaysia with an estimated projected gross development value of more than RM3.07 billion. This would contribute to better profit margin for the Group.

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		12 months ended	
	31-Dec-13 RM'000	31-Dec-12 RM'000	31-Dec-13 RM'000	31-Dec-12 RM'000
Income tax				
- current year				
Malaysian income tax	3,365	6,445	6,765	10,412
Foreign income tax	163	(392)	251	162
- prior year				
Malaysian income tax	(144)	(181)	(141)	(431)
Foreign income tax		-	-	-
	3,384	5,872	6,875	10,143
Deferred taxation				
- current year	744	897	964	416
- prior year	-	-	-	-
	744	897	964	416
	4,128	6,769	7,839	10,559

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 31 December 2013 were as follows:
<----- 31 December 2013 -----> 31-Dec-12

	Repayable	Repayable	Total	Total
	within next 12 months RM'000	after next 12 months RM'000		
(i) Long term loans (secured)	13,662	23,290	36,952	45,513
(ii) Short term loans				
- secured	3,800	-	3,800	3,800
- unsecured	80,697		80,697	67,321
	84,497	-	84,497	71,121
(iii) Project financing (secured)	440,933	41,546	482,479	291,643
Total borrowings	539,092	64,836	603,928	408,277

B7. Group borrowings and debt securities (continued)

The borrowings were denominated in the following currencies :-

	<----- 31 December 2013 ----->			31-Dec-12
	Secured	Unsecured	Total	Total
	RM'000	RM'000	RM'000	RM'000
Ringgit Malaysia	488,493	80,697	569,190	358,883
United States Dollar	11,059	-	11,059	6,610
Brunei Dollar	23,679	-	23,679	42,784
	<u>523,231</u>	<u>80,697</u>	<u>603,928</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.

- **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.

B8. Changes in material litigation (continued)

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

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.

- **Bina Puri Pakistan (Private) Limited (BPPPL) v National Highway Authority of Pakistan (NHA)**

BPPPL had filed an application under Section 20 of the Arbitration Act, 1940 of Pakistan to refer the disputes out of the unlawful termination of the Concession Agreement by NHA to arbitration in accordance with the terms of the Concession Agreement and the Court in Pakistan in this regard had directed the parties to arbitration. First arbitration hearing of this matter has already taken place before the Hon’ble Arbitrators in Pakistan where BPPPL has claimed PKR 26,760,300,964 from NHA as damages (including loss of Profit), cost and expenses.

Based on facts of the case, our Pakistan Lawyer is of the opinion that BPPPL has a strong case with a reasonable likelihood of success upon conclusion of arbitration proceedings leading to an Award in BP’s favor.

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

	31-Dec-13 RM'000	31-Dec-12 RM'000
Total (accumulated losses)/retained profits		
- realised	2,373	(3,369)
- unrealised	(5,575)	(2,399)
	(3,202)	(5,768)
Total share of (accumulated losses)/ retained profits of associates:		
- realised	979	93
- unrealised	-	-
	979	93
Total share of (accumulated losses)/ retained profits of jointly controlled entity		
- realised	(3,403)	(3,424)
- unrealised	-	-
	(3,403)	(3,424)
Total	(5,626)	(9,099)

B10. Dividend

Subject to the shareholders’ approval at the forthcoming Annual General Meeting, a final dividend in respect of the financial year ended 31 December 2013 has been recommended as follows:

- 1) A final dividend of 1.5%
- 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.

B11. Earnings per share

	3 months ended		12 months ended	
	31-Dec-13	31-Dec-12	31-Dec-13	31-Dec-12
	'000	'000	'000	'000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	506	753	5,470	5,110
Weighted average number of ordinary shares (Unit):	154,919	124,406	136,012	124,028
Basic earnings per share (sen)	0.33	0.61	4.02	4.12

(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.