

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017**

	3 months ended		Year ended	
	30-Sep-17	30-Sep-16	30-Sep-17	30-Sep-16
	RM'000	RM'000	RM'000	RM'000
Revenue	215,763	242,541	781,204	839,607
Cost of sales	(191,782)	(219,299)	(714,041)	(771,760)
Gross profit	23,981	23,242	67,163	67,847
Other operating income	2,104	3,098	8,969	9,050
Administrative expenses	(14,071)	(13,956)	(45,465)	(41,505)
	12,014	12,384	30,667	35,392
Share of results in associates	117	(3,958)	(2,804)	(6,101)
Share of results in a jointly controlled entity	-	-	-	-
Finance costs	(6,738)	(5,217)	(16,845)	(13,654)
Profit before tax	5,393	3,209	11,018	15,637
Taxation	(2,244)	(2,975)	(4,267)	(7,092)
Profit for the period	3,149	234	6,751	8,545
Other comprehensive (loss)/income				
- Foreign currency translation	(7)	(753)	(676)	252
	3,142	(519)	6,075	8,797
Profit attributable to :				
Owners of the Company	295	(1,427)	1,111	287
Non-controlling interests	2,854	1,661	5,640	8,258
	3,149	234	6,751	8,545
Total comprehensive profit attributable to :				
Owners of the Company	291	(2,423)	652	461
Non-controlling interests	2,851	1,904	5,423	8,336
	3,142	(519)	6,075	8,797
Earnings per share (sen)				
- basic	0.11	-0.61	0.42	0.12
- diluted	0.11	-0.61	0.42	0.12

(The condensed consolidated comprehensive income statement should be read in conjunction with the audited financial statements for year ended 31 Dec 2016 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 2017**

	30-Sep-17 RM'000 (Unaudited)	31-Dec-16 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	177,621	190,968
Investment properties	205,112	205,112
Investment in associates	8,883	9,179
Other investments	3,941	4,001
Goodwill	14,585	14,585
Trade receivables	59,465	53,005
Deferred tax assets	113	113
Land held for development	8,820	8,679
Total non-current assets	478,540	485,642
Current assets		
Inventories	1,238	1,518
Property development cost	228,957	233,226
Gross amount due from contract customers	302,806	240,284
Trade and other receivables	614,795	661,354
Tax recoverable	1,106	837
Fixed deposits with licensed banks	13,521	12,036
Cash and bank balances	26,881	59,798
Total current assets	1,189,304	1,209,053
Current liabilities		
Gross amount due to contract customers	21,650	3,685
Trade and other payables	597,761	642,018
Hire purchase payables	3,507	5,316
Bank borrowings	425,522	438,121
Tax payable	11,263	17,103
Total current liabilities	1,059,703	1,106,243
	129,601	102,810
	608,141	588,452
Equity		
Share capital	136,704	121,437
Reserves	100,262	101,555
Shareholders' funds	236,966	222,992
Non-controlling interests	98,170	81,429
Total equity	335,136	304,421
Non-current liabilities		
Hire purchase payables	3,527	5,429
Bank borrowings	197,178	204,812
Trade payables	60,417	60,997
Deferred tax liabilities	11,883	12,793
Total non-current liabilities	273,005	284,031
	608,141	588,452
Net assets per share (RM)	0.8870	0.9181

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 31 Dec 2016 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 2017

	Share capital RM'000	Treasury shares RM'000	Share premium RM'000	Other capital reserves RM'000	Exchange reserve RM'000	Share option reserve RM'000	Distributable Retained earnings RM'000	Attributable to owners of the Company RM'000	Non-controlling interests RM'000	Total equity RM'000
At 1 January 2016	115,319	(404)	5,033	15,682	(8,153)	3,078	85,924	216,479	74,985	291,464
Total comprehensive income for the financial period	-	-	-	-	(923)	-	1,070	147	12,526	12,673
Changes in ownership interests in a subsidiary	-	-	-	-	-	-	-	-	(5,300)	(5,300)
Liquidation of subsidiaries	-	-	-	-	-	-	-	-	(782)	(782)
Issuance of ordinary shares	4,343	-	-	-	-	-	-	4,343	-	4,343
Exercise of employee share options	1,775	-	12	-	-	-	-	1,787	-	1,787
Disposals of treasury shares	-	404	-	-	-	-	-	404	-	404
Transaction costs of shares issue	-	-	(168)	-	-	-	-	(168)	-	(168)
Total transactions with owners	6,118	404	(156)	-	-	-	-	6,366	(6,082)	284
At 31 Dec 2016	121,437	-	4,877	15,682	(9,076)	3,078	86,994	222,992	81,429	304,421
Transfer to share capital	4,877	-	(4,877)	-	-	-	-	-	-	-
Total comprehensive income for the financial period	-	-	-	-	(460)	-	1,111	651	5,423	6,074
Issuance of ordinary shares	10,390	-	-	-	-	-	-	10,390	-	10,390
Issuance of ordinary shares to Non-controlling Interests	-	-	-	-	-	-	-	-	14,251	14,251
Changes in ownership interest in subsidiary	-	-	-	-	-	-	2,933	2,933	(2,933)	-
Total transactions with owners	10,390	-	-	-	-	-	-	10,390	14,251	24,641
At 30 September 2017	136,704	-	-	15,682	(9,536)	3,078	91,038	236,966	98,170	335,136

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 31 Dec 2016 and the accompanying notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD
(Company No. 207184-X)

CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017

	30-Sep-17 RM'000	30-Sep-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	11,018	15,637
Adjustments for:		
Depreciation	11,330	11,052
Interest expense	28,712	27,705
Interest income	(3,982)	(3,464)
Gain on disposal of property, plant and equipment	(2,021)	(1,855)
Loss on disposal of investments	60	71
Property, plant and equipment written off	765	16
Share of results in associates	2,804	6,101
Unrealised loss on foreign exchange	64	(2,800)
	<hr/>	<hr/>
	48,750	52,463
Net changes in current assets	(47,684)	71,981
Net changes in current liabilities	(306)	(66,393)
	<hr/>	<hr/>
	760	58,051
Interest paid	(28,327)	(27,173)
Tax paid	(11,055)	(9,138)
	<hr/>	<hr/>
Net Operating Cash Flows	(38,622)	21,740
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CASH FLOW FROM INVESTING ACTIVITIES:		
Interest received	3,982	3,464
Dividend received	600	-
Proceeds from disposal of property, plant and equipment	3,987	5,378
Purchase of property, plant and equipment	(5,611)	(7,682)
Release/(placement) of fixed deposits	(1,469)	(3,065)
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Net Investing Cash Flows	1,489	(1,905)
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CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2017 (Continued)

	30-Sep-17 RM'000	30-Sep-16 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
Drawdown/(repayment) of bank borrowings	313	(33,510)
Hire purchase interests paid	(385)	(532)
Repayment of hire purchase obligations	(3,787)	(5,522)
Proceeds from issuance of shares shares to non-controlling interests	14,251	-
Proceeds from issuance of shares shares	10,390	6,019
Net Financing Cash Flows	<u>20,782</u>	<u>(33,545)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(16,351)	(13,710)
EFFECT OF CHANGES IN EXCHANGE RATE	4,046	(3,149)
CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD	<u>(12,120)</u>	<u>1,924</u>
CASH AND CASH EQUIVALENTS AT END OF OF THE FINANCIAL PERIOD	<u>(24,425)</u>	<u>(14,935)</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	13,521	10,203
Less: fixed deposits pledged to licensed banks	(13,521)	(10,203)
	-	-
Cash and bank balances	26,881	44,058
Bank overdrafts	(51,306)	(58,993)
	<u>(24,425)</u>	<u>(14,935)</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 31 Dec 2016 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 2016.

A2. Accounting policies

The significant accounting policies adopted are consistent with those of the audited financial statements for the year ended 31 December 2016.

The new / revised accounting standards, amendments to standards and interpretations that came to effect during the financial year do not have significant financial impact on the results of the Group.

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

The MFRSs Framework is mandatory for adoption 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 MFRS 141 *Agriculture* and/or MFRS 15 *Revenue from Contracts with Customers* ("Transitioning Entities"). The Transitioning Entities are given an option to defer the adoption of MFRSs Framework. Transitioning Entities also include 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 1 January 2012.

Accordingly, the Group and the Company which are Transitioning Entities have chosen to defer the adoption of the MFRSs framework. As such, the Group and the Company will prepare their first MFRSs financial statements using the MFRSs framework for financial year ended 31 December 2018.

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 cancellations for the current financial period except for the Company issued 24,287,000 new ordinary shares at the issued price of price ranging from RM0.39 to RM0.50 per share.

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 investment and development
- (iii) Quarry and ready mix concrete
- (iv) Power supply

	Construction RM'000	Property investment and development RM'000	Quarry and readymix concrete RM'000	Power supply RM'000	Others RM'000	Group RM'000
30-Sep-17						
Revenue						
External customer	647,908	80,262	35,576	17,458	-	781,204
Inter-segment revenue	-		-		-	-
	<u>647,908</u>	<u>80,262</u>	<u>35,576</u>	<u>17,458</u>	<u>-</u>	<u>781,204</u>
Adjustments and eliminations						-
Consolidated revenue						<u>781,204</u>
Results						
Segment results	7,459	21,194	(4,259)	6,618	(345)	30,667
Adjustments and eliminations						-
						<u>30,667</u>
Share of results in associates	151		420	-	(3,375)	(2,804)
Finance costs	(6,843)	(6,688)	(478)	(2,792)	(44)	(16,845)
						-
Consolidated profit before taxation	<u>767</u>	<u>14,506</u>	<u>(4,317)</u>	<u>3,826</u>	<u>(3,764)</u>	<u>-</u>
						<u>11,018</u>

A8. SEGMENTAL ANALYSIS (continued)

	Construction RM'000	Property investment and development RM'000	Quarry and readymix concrete RM'000	Polyol RM'000	Power supply RM'000	Others RM'000	Group RM'000
30-Sep-16							
Revenue							
External customer	690,381	63,451	72,384	694	12,697	-	839,607
Inter-segment revenue	-		12			-	12
	<u>690,381</u>	<u>63,451</u>	<u>72,396</u>	<u>694</u>	<u>12,697</u>	<u>-</u>	<u>839,619</u>
Adjustments and eliminations							(12)
Consolidated revenue							<u>839,607</u>
Results							
Segment results	8,892	22,347	(1,316)	(505)	6,270	140	35,828
Adjustments and eliminations							(436)
							<u>35,392</u>
Share of results in associates	(565)	361	691	-	-	(6,588)	(6,101)
Finance costs	(6,683)	(6,732)	(545)	(85)	(1,851)		(15,896)
Elimination							2,242
Consolidated profit before taxation	<u>1,644</u>	<u>15,976</u>	<u>(1,170)</u>	<u>(590)</u>	<u>4,419</u>	<u>(6,448)</u>	<u>15,637</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 2016 were as follows:

	22-Nov-17	Changes	31-Dec-16
	RM'000	RM'000	RM'000
Corporate guarantees given to licensed banks for credit facilities granted to associates	139,100	(21,650)	160,750

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 September 2017 are as follows:

	30-Sep-17	31-Dec-16
	RM'000	RM'000
Approved and contracted for :		
- property, plant and equipment	-	-

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

The Group recorded revenue of RM781.2 million for the period ended 30 September 2017 as compared to the previous corresponding period of RM839.6 million.

The Group recorded a profit before tax of RM11.0 million for the period ended 30 September 2017 as compared to the previous corresponding period of RM15.6 million.

For the period ended 30 September 2017, the construction division recorded revenue of RM647.9 million and profit before tax of RM0.8 million as compared to the previous corresponding period of RM690.4 million and RM1.6 million respectively. The result was mainly attributable to progressive profit recognised from projects secured, which include Rapid Steam Cracker Complex and Main Control building and laboratory building and 2 Blocks of 23 storey office Building in Johor, Movenpick Hotel Resort in Terengganu, Pusat Pentadbiran Negeri Sabah in Kota Kinabalu, Sabah and Pan Borneo Highway in Sarawak, Melawati Mall in Kuala Lumpur and Malaysian Embassy in Moscow, Russia.

B1. Review of performance (continued)

The property division recorded revenue of RM80.3 million and profit before tax of RM14.5 million for the period ended 30 September 2017 as compared to the previous corresponding period of RM63.5 million and RM16.0 million respectively. This was mainly contributed from sales of development properties for The Opus at Jalan Tallala in Kuala Lumpur, Jesselton View and One Jesselton in Kota Kinabalu, The Valley, Karak @ Bentong in Pahang and rental income from Main Place Mall.

The quarry and ready mix concrete division recorded revenue of RM35.6 million and loss before tax of RM4.3 million as compared to the previous corresponding period of RM72.4 million and RM1.2 million respectively.

The power supply division recorded revenue of RM17.5 million from the supply of electricity power to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and PLTM Bantaeng and profit before tax of RM3.8 million as compared to the previous corresponding period of RM12.7 million and RM4.4 million respectively. The improved revenue was mainly contributed from the new diesel power plants supply contract secured and in operation and the mini hydro power plant with capacity of 4,200 KW in Sulawesi has commenced operation in June 2016.

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

During the quarter under review, the Group recorded revenue of RM215.8 million and profit before tax of RM5.4 million as compared to the immediate preceding quarter of RM286.4 million and RM2.3 million respectively.

The improved results was mainly contributed from sales of development properties from The Opus at Jalan Tallala in Kuala Lumpur, The Valley, Karak @ Bentong in Pahang, Jesselton View and One Jesselton in Kota Kinabalu.

B3. Prospects

The Group will continue to focus on and develop its major business segments, which are in construction and property development. The current value of contract works in progress for the construction of several projects which include civil work for Rapid Steam Cracker Complex and Main Control building and laboratory building and 2 Blocks of 23 storey office building in Johor, Movenpick Hotel Resort in Terengganu, Bunus Regional Sewerage Treatment in Kuala Lumpur, Pan Borneo Highway in Sarawak, Pusat Pentadbiran Negeri Sabah in Kota Kinabalu, Sabah and Malaysian Embassy in Moscow, Russia approximately RM1.4 billion, which is expected to provide a steady stream of revenue for the Group over the next three (3) years.

For the property development business segment, we have started selling agricultural lands in Karak. The Group would continue with other developments projects in Klang Valley, Johor Bahru, Pahang and East Malaysia with an estimated projected gross development value of RM3 billion.

In addition to the above, the Group is currently exploring other business opportunities that would contribute more recurring income to the Group in the future.

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		Year ended	
	30-Sep-17 RM'000	30-Sep-16 RM'000	30-Sep-17 RM'000	30-Sep-16 RM'000
Income tax				
- current year				
Malaysian income tax	2,400	1,777	3,950	4,897
Foreign income tax	130	253	998	1,440
- prior year				
Malaysian income tax	24	746	(4)	746
	2,554	2,776	4,944	7,083
Deferred taxation				
- current year	(41)	199	(177)	9
- prior year	(269)	-	(500)	-
	(310)	199	(677)	9
	2,244	2,975	4,267	7,092

B6. Status of corporate proposals

There were no pending corporate proposals except for:

- Our indirect subsidiary, PT Megapower Makmur Tbk was successfully listed on Indonesia Stock Exchange on 5 July 2017.
- The proposed private placement of up to 26,128,420 new shares, representing approximately ten percent (10%) of the enlarged issued and paid-up share capital of the Company. The proposal had been approved by Bursa Malaysia Securities Berhad and shareholders of the Company on 26 October 2016 and 28 June 2016 respectively. The Private Placement is deemed completed on 25 October 2017.

The Company had successfully placed out 24,287,000 new Bina Puri Shares pursuant to the Private Placement, which raised cumulative gross proceeds of approximately RM10.39 million as detailed in the table below. The Company has utilised the proceeds in the following manner:

	Amount raised from the Private Placement (RM'000)	Amount utilised (RM'000)	Amount unutilised (RM'000)
Working capital requirements	8,374	8,374	-
Repayment of bank borrowings	1,940	1,940	-
Expenses in relation to the Private Placement	76	76	-
Total	10,390	10,390	-

B6. Status of corporate proposals (continued)

- The proposed private placement of up to 28,292,400 new ordinary shares, representing not more than ten percent (10%) of the enlarged issued and paid-up share capital of the Company. The proposal had been approved by Bursa Malaysia Securities Berhad and shareholders of the Company on 23 November 2017 and 21 June 2017 respectively.
- The Group is looking into participating in a resort integrated development project in Pahang through a corporate proposal.

B7. Group borrowings and debt securities

The group borrowings as at 30 September 2017 were as follows:

	<----- 30 September 2017----->			31-Dec-16
	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)	23,028	186,440	209,468	222,321
(ii) Short term loans				
- secured	1,200	-	1,200	2,200
- unsecured	103,945		103,945	86,512
	105,145	-	105,145	88,712
(iii) Project financing (secured)	297,349	10,738	308,087	331,900
Total borrowings	425,522	197,178	622,700	642,933

The borrowings were denominated in the following currencies :-

	<----- 30 September 2017----->			31-Dec-16
	Secured RM'000	Unsecured RM'000	Total RM'000	Total RM'000
Ringgit Malaysia	451,765	103,945	555,710	564,181
United States Dollar	43,345	-	43,345	51,553
Indonesian Rupiah	8,145		8,145	10,455
Brunei Dollar	15,500	-	15,500	16,744
	518,755	103,945	622,700	642,933

B8. Changes in material litigation

1. EP Engineering Sdn. Bhd. ("EP") v Bina Puri Sdn Bhd ("BPSB") & Kris Heavy Engineering & Construction Sdn. Bhd. ("KH") (Arbitration)

Arbitration proceedings were instituted by EP against BPSB and KH for RM16,834,453 plus interest thereon for loss and damages suffered by reason of KH's repudiation of a subcontract which was awarded by KH to EP to construct the Chilled Water Loop System at the KLIA MAS Cargo Complex. BPSB denies the claim as there are no contract in existence between EP and BPSB. The alleged amount of loss and damage suffered was by reason of KH's repudiation of the aforementioned subcontract.

B8. Changes in material litigation (continued)

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

EP has closed its case in the Arbitration proceeding. Directions have been given by the Arbitrator to file written submissions.

A Partial Award was released by the Arbitrator on 6 November 2017 where EP’s claim against KH is dismissed and KH’s counterclaim against EP is allowed. Accordingly, BPSB is not liable to pay EP except costs to KH only.

2. 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 Court to refer the disputes out of the unlawful termination of the concession agreement by NHA to Arbitration for Pakistani Rupee (PKR) 26,760,300,964 (RM950 million approximately based on PKR28.2 to RM1), including loss of profit, interest, cost and expenses.

The arbitration has been concluded, pending Oral Submissions before award to be delivered by the Arbitrator.

The estimated maximum exposure to liabilities is minimal as no counter-claim was filed by NHA against BPPPL. The exposure to liability would be in terms of cost and expenses incurred in bringing the matter to arbitration, including commitment to the contractors and consultants engaged, both local and in Pakistan.

According to BPPPL’s Solicitors, there is more than average probability that BPPPL has a strong case with a reasonable likelihood of success.

3. Keller (M) Sdn Bhd (“Keller”) v Ong Leong Chou & 3 Ors

Keller initiated court action against the Defendants (including Bina Puri Holdings Bhd (“BPHB”) as the 4th defendant) to claim for sub-structure related work done in respect of Melawati Mall Project and claimed against BPHB for sum of RM2.66 million.

BPHB denies the claim as there is no contract in existence between Keller and BPHB. The alleged amount of loss suffered was by reason of Keller’s subcontract with other Defendants. The trial commenced on 24 March 2016 and concluded on 28 September 2016.

On 26 January 2017, the Court allowed Keller’s claim against the Defendants but only allowed the claim for RM717,721.96 against BHPB under the direct payment arrangement.

According to BPHB’s Solicitors, the Judge has erred in requiring BPHB to pay this sum since payment had been made by BPHB to 3rd Defendant. BPHB had paid the sum as ordered under protest and appeal to the High Court Decision. The Court of Appeal has fixed the matter for Hearing on 17 January 2018.

B8. Changes in material litigation (continued)4. View Esteem Sdn Bhd (“VESB”) v Bina Puri Holdings Bhd (“BPHB”) (“Arbitration”)

VESB initiated actions against BPHB for, amongst others, breach of contract, negligence, encroachment of neighbouring boundaries and loss of reputation at Kuala Lumpur High Court (“Court Proceedings”). BPHB has counterclaimed against VESB for sums remain unpaid under progress claim no.28 and all other sums for undervalued works, but it was subsequently stayed by the Court for reference to arbitration.

By notice of arbitration dated 31 July 2015, VESB commenced an arbitration proceeding which includes undetermined issues in the Court Proceedings.

Hearing which was earlier fixed on 11 September 2017 and 14 September 2017 have been vacated and now fixed on 12 February 2018 until 14 February 2018 and 6, 7, 8, 19, 20, 21 and 22 March 2018.

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

	30-Sep-17 RM'000	31-Dec-16 RM'000
Total retained profits/(accumulated losses)		
- realised	114,421	106,476
- unrealised	79,248	78,025
	193,669	184,501
Total share of retained profits/ (accumulated losses) of associates:		
- realised	(38,877)	(36,072)
- unrealised	-	-
	(38,877)	(36,072)
Total share of accumulated losses of jointly controlled entity		
- realised	(3,402)	(3,402)
- unrealised	-	-
	(3,402)	(3,402)
Less: Consolidation adjustments	(60,352)	(58,033)
Total	91,038	86,994

B10. Dividend

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

B11. Earnings per share

	3 months ended		Year ended	
	30-Sep-17 '000	30-Sep-16 '000	30-Sep-17 '000	30-Sep-16 '000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	295	(1,427)	1,111	287
Weighted average number of ordinary shares (Unit):	267,160	234,526	261,429	236,998
Basic earnings per share (sen)	0.11	-0.61	0.42	0.12

(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 2016 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.