

BINA PURI HOLDINGS BHD(Company No. 207184-X)
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2017**

	3 months ended		Year ended	
	31-Dec-17 RM'000	31-Dec-16 RM'000	31-Dec-17 RM'000	31-Dec-16 RM'000
Revenue	300,003	210,690	1,081,207	1,050,297
Cost of sales	(260,994)	(189,154)	(975,035)	(960,914)
Gross profit	39,009	21,536	106,172	89,383
Other operating income	9,476	19,238	18,445	28,288
Administrative expenses	(47,317)	(17,531)	(92,782)	(59,036)
	1,168	23,243	31,835	58,635
Share of results in associates	16,272	(1,433)	13,468	(7,534)
Finance costs	(5,727)	(10,684)	(22,572)	(24,338)
Profit before tax	11,713	11,126	22,731	26,763
Taxation	(6,446)	(6,316)	(10,713)	(13,408)
Profit for the period	5,267	4,810	12,018	13,355
Other comprehensive income				
- Foreign currency translation	(564)	(934)	(1,240)	(682)
	4,703	3,876	10,778	12,673
Profit attributable to :				
Owners of the Company	2,034	783	3,145	1,070
Non-controlling interests	3,233	4,027	8,873	12,285
	5,267	4,810	12,018	13,355
Total comprehensive profit attributable to :				
Owners of the Company	1,867	(314)	2,519	147
Non-controlling interests	2,836	4,190	8,259	12,526
	4,703	3,876	10,778	12,673
Earnings per share (sen)				
- basic	0.76	0.32	1.20	0.45
- diluted	0.76	0.32	1.20	0.45

(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 31 DECEMBER 2017

	31-Dec-17 RM'000 (Unaudited)	31-Dec-16 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	167,151	190,968
Investment properties	205,112	205,112
Investment in associates	10,003	9,179
Other investments	3,941	4,001
Goodwill	14,585	14,585
Trade receivables	56,187	53,005
Deferred tax assets	-	113
Land held for development	8,921	8,679
Total non-current assets	465,900	485,642
Current assets		
Inventories	707	1,518
Property development cost	246,593	233,226
Gross amount due from contract customers	382,868	240,284
Trade and other receivables	558,598	661,354
Tax recoverable	1,040	837
Fixed deposits with licensed banks	13,508	12,036
Cash and bank balances	35,346	59,798
Total current assets	1,238,660	1,209,053
Current liabilities		
Gross amount due to contract customers	58,202	3,685
Trade and other payables	625,157	642,018
Hire purchase payables	4,652	5,316
Bank borrowings	437,700	438,121
Tax payable	12,505	17,103
Total current liabilities	1,138,216	1,106,243
	100,444	102,810
	566,344	588,452
Equity		
Share capital	136,704	121,437
Reserves	102,828	101,555
Shareholders' funds	239,532	222,992
Non-controlling interests	100,507	81,429
Total equity	340,039	304,421
Non-current liabilities		
Hire purchase payables	1,164	5,429
Bank borrowings	152,142	204,812
Trade payables	60,667	60,997
Deferred tax liabilities	12,332	12,793
Total non-current liabilities	226,305	284,031
	566,344	588,452
Net assets per share (RM)	0.8966	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 YEAR ENDED 31 DECEMBER 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	-	-	-	-	(594)	-	3,145	2,551	8,259	10,810
Issuance of ordinary shares	10,390	-	-	-	-	-	-	10,390	-	10,390
Issuance of ordinary shares to Non-controlling Interests	-	-	-	-	-	-	-	-	14,418	14,418
Changes in ownership interest in subsidiary	-	-	-	-	-	-	3,599	3,599	(3,599)	-
Total transactions with owners	10,390	-	-	-	-	-	-	10,390	14,418	24,808
At 31 December 2017	136,704	-	-	15,682	(9,670)	3,078	93,738	239,532	100,507	340,039

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 31 DECEMBER 2017

	31-Dec-17 RM'000	31-Dec-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES:		
Profit before taxation	22,731	26,763
Adjustments for:		
Allowance for impairment loss	-	4,743
Depreciation	15,025	15,299
Dividend income		(200)
Interest expense	34,440	38,141
Interest income	(6,137)	(3,505)
Gain on disposal of property, plant and equipment	(2,331)	(2,668)
Loss on disposal of investments	-	(8)
Loss on disposal of treasury shares	-	17
Net effect of unwinding of interest from discounting	-	2,080
Property, plant and equipment written off	628	15
Loss on disposal of investments	60	
Share of results in associates	(13,468)	7,534
Unrealised loss on foreign exchange	58	286
	51,006	88,497
Net changes in current assets	(27,274)	94,747
Net changes in current liabilities	35,250	(133,542)
	58,982	49,702
Interest paid	(33,980)	(19,272)
Tax paid	(15,309)	(7,926)
Net Operating Cash Flows	9,693	22,504
CASH FLOW FROM INVESTING ACTIVITIES:		
Acquisition of investment	-	(4)
Interest received	6,137	3,505
Dividend received	600	200
Subscription of shares by non-controlling interest		(6,082)
Proceeds from disposal of property, plant and equipment	4,873	7,838
Proceeds from disposal of other investment	-	80
Purchase of property, plant and equipment	(9,725)	(29,645)
Release/(placement) of fixed deposits	(1,656)	(4,969)
Net Investing Cash Flows	229	(29,077)

**CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2017 (Continued)**

	31-Dec-17 RM'000	31-Dec-16 RM'000
CASH FLOWS FROM FINANCING ACTIVITIES		
(Repayment)/ drawdown of bank borrowings	(17,339)	1,015
Hire purchase interests paid	(460)	(700)
Repayment of hire purchase obligations	(5,464)	(4,387)
Proceeds from disposal of treasury shares	-	387
Proceeds from issuance of shares shares	10,391	5,962
Net Financing Cash Flows	<u>(12,872)</u>	<u>2,277</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,950)	(4,296)
EFFECT OF CHANGES IN EXCHANGE RATE	14,309	(10,622)
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>(761)</u>	<u>(12,994)</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	13,508	12,036
Less: fixed deposits pledged to licensed banks	<u>(13,508)</u>	<u>(12,036)</u>
	-	-
Cash and bank balances	35,346	59,798
Bank overdrafts	<u>(36,107)</u>	<u>(72,792)</u>
	<u>(761)</u>	<u>(12,994)</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
31-Dec-17						
Revenue						
External customer	870,186	140,285	50,003	20,733	-	1,081,207
	<u>870,186</u>	<u>140,285</u>	<u>50,003</u>	<u>20,733</u>	<u>-</u>	<u>1,081,207</u>
Adjustments and eliminations						-
Consolidated revenue						<u>1,081,207</u>
Results						
Segment results	(8,783)	38,546	(4,585)	6,461	(348)	31,291
Adjustments and eliminations						544
						<u>31,835</u>
Share of results in associates	657	13	1,033	-	11,765	13,468
Finance costs	(9,360)	(8,938)	(649)	(3,570)	(55)	(22,572)
						-
Consolidated (loss)/profit before taxation	<u>(17,486)</u>	<u>29,621</u>	<u>(4,201)</u>	<u>2,891</u>	<u>11,362</u>	<u>-</u>
						<u>22,731</u>

A8. SEGMENTAL ANALYSIS (continued)

31-Dec-16	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
Revenue							
External customer	852,037	90,116	88,205	1,445	18,494	-	1,050,297
Inter-segment revenue	-		13			-	13
	<u>852,037</u>	<u>90,116</u>	<u>88,218</u>	<u>1,445</u>	<u>18,494</u>	<u>-</u>	<u>1,050,310</u>
Adjustments and eliminations							(13)
Consolidated revenue							<u>1,050,297</u>
Results							
Segment results	21,416	32,477	(3,584)	(1,105)	9,928	(87)	59,045
Adjustments and eliminations							(410)
							<u>58,635</u>
Share of results in associates	(953)	-	(3)	-	-	(7,039)	(7,534)
Finance costs	(14,087)	(8,887)	(728)	(101)	(2,701)		(26,504)
Elimination							2,166
Consolidated profit before taxation	<u>6,376</u>	<u>23,590</u>	<u>(4,315)</u>	<u>(1,206)</u>	<u>7,227</u>	<u>(7,126)</u>	<u>26,763</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-Feb-18 RM'000	Changes RM'000	31-Dec-16 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to associates	149,011	(11,739)	160,750

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 31 December 2017 are as follows:

	31-Dec-17 RM'000	31-Dec-16 RM'000
Approved and contracted for :		
- Development land	14,576	-

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

The Group recorded revenue of RM1.08 billion for the financial year ended 31 December 2017 as compared to the previous corresponding year of RM1.05 billion.

The Group recorded a profit before tax of RM22.7 million for the year ended 31 December 2017 as compared to the previous corresponding year of RM26.8 million.

For the financial year ended 31 December 2017, the construction division recorded revenue of RM870.2 million and loss before tax of RM17.5 million as compared to the previous corresponding year of RM852.0 million and profit before tax of RM6.4 million respectively.

The poor performance was mainly due to provision for impairment loss of RM25m for trade receivables.

B1. Review of performance (continued)

The property division recorded revenue of RM140.3 million and profit before tax of RM29.6 million for the financial year ended 31 December 2017 as compared to the previous corresponding year of RM90.1 million and RM23.6 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 RM50.0 million and loss before tax of RM4.2 million as compared to the previous corresponding year of RM88.2 million and RM4.3 million respectively.

The power supply division recorded revenue of RM20.7 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 RM2.9 million as compared to the previous corresponding period of RM18.5 million and RM7.2 million respectively. The profit for the division was lower due to IPO expenses of RM1.4 million incurred during the year.

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

During the quarter under review, the Group recorded revenue of RM300.0 million and profit before tax of RM11.7 million as compared to the immediate preceding quarter of RM215.8 million and RM5.4 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, 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.

Recently, our subsidiary BP Energy Sdn Bhd has accepted the Letter of Acceptance of offer from Suruhanjaya Tenaga on 4 Dec 2017 to undertake the development of a Large Scale Solar PV Plant of 5MW on Built –Own-Operate basis in Kunak, Sabah.

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	
	31-Dec-17	31-Dec-16	31-Dec-17	31-Dec-16
	RM'000	RM'000	RM'000	RM'000
Income tax				
- current year				
Malaysian income tax	3,984	3,357	7,934	8,254
Foreign income tax	(382)	(359)	616	1,081
- prior year				
Malaysian income tax	1,971	2,801	1,967	3,547
Foreign income tax		343		343
	5,573	6,142	10,517	13,225
Deferred taxation				
- current year	373	408	196	417
- prior year	500	(234)	-	(234)
	873	174	196	183
	6,446	6,316	10,713	13,408

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:

	<----- 31 December 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)	53,907	141,720	195,627	222,321
(ii) Short term loans				
- secured	400	-	400	2,200
- unsecured	88,953	-	88,953	86,512
	89,353	-	89,353	88,712
(iii) Project financing (secured)	294,440	10,422	304,862	331,900
Total borrowings	437,700	152,142	589,842	642,933

The borrowings were denominated in the following currencies :-

	<----- 31 December 2017----->			31-Dec-16
	Secured RM'000	Unsecured RM'000	Total RM'000	Total RM'000
Ringgit Malaysia	446,615	88,953	535,568	564,181
United States Dollar	33,468	-	33,468	51,553
Indonesian Rupiah	6,618	-	6,618	10,455
Brunei Dollar	14,188	-	14,188	16,744
	500,889	88,953	589,842	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.

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.

Justice Malik (BP’s Arbitrator) passed an Award on 13.1.2018 for PKR25,650,745,200 (RM905,665,738.21) and Justice Ijaz (NHA’s Arbitrator) disagreed to the Award. Pending Umpire Justice Muneer to determine.

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. The Judge has erred in requiring BPHB to pay this sum since payment had been made by BPHB to 3rd Defendant. BPHB had paid RM790,870.61 as ordered under protest on 8 August 2017 to Keller and filed an Appeal.

On 15 January 2018, the Court of Appeal dismissed BPHB’s Appeal.

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 12-14 February 2018, 6- 8 March 2018 and 19-22 March 2018 have been vacated and now fixed on 30-31 July 2018, 1-2 August 2018, 6-9 August 2018 and 24-25 September 2018.

5. Conaire Engineering Sdn Bhd (“Conaire”) v (1) BPHB and (2) Pembinaan SPK (JVCo)

Conaire obtained a judgment on 17 March 2015 from Abu Dhabi Court for AED 20,718,854.25 or equivalent to RM 22,790,854.08 (Abu Dhabi’s Order) against JVCo. A Writ was served from Penang Court on 11 April 2016 to enforce Abu Dhabi’s Order at Malaysian Court pursuant to section 8 Reciprocal Enforcement of Judgment Act 1958 and Conaire thereafter applied for Summary Judgement application.

On 31 October 2017, the Court directed the case to be heard at Kuala Lumpur High Court.

The Summary Judgement application fixed for Hearing on 6 March 2018 and the Main Suit fixed for Trial on 24-25 May 2018.

6. BK Burn & Ong Sdn Bhd v. UEM-Bina Puri JV, UEMC and Bina Puri Sdn Bhd (“JV”) (“Arbitration”)

Statement of Case were served by BK Burn on 16 June 2017 against JV for RM6.6 million for unlawful termination and JV counterclaimed for sum of RM12.9 million for loss and damages suffered by reason of BK Burn’s breach of contract.

Hearing dates is fixed on 3- 6 July 2018 and 9-13 July 2018.

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

	31-Dec-17 RM'000	31-Dec-16 RM'000
Total retained profits/(accumulated losses)		
- realised	97,866	106,476
- unrealised	78,028	78,025
	175,894	184,501
Total share of retained profits/ (accumulated losses) of associates:		
- realised	(22,604)	(36,072)
- unrealised	-	-
	(22,604)	(36,072)
Total share of accumulated losses of jointly controlled entity		
- realised	(3,402)	(3,402)
- unrealised	-	-
	(3,402)	(3,402)
Less: Consolidation adjustments	(56,150)	(58,033)
Total	93,738	86,994

B10. Dividend

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

B11. Earnings per share

	3 months ended		Year ended	
	31-Dec-17 '000	31-Dec-16 '000	31-Dec-17 '000	31-Dec-16 '000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	2,034	783	3,145	1,070
Weighted average number of ordinary shares (Unit):	267,160	242,874	261,349	238,475
Basic earnings per share (sen)	0.76	0.32	1.20	0.45

(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.