

**BINA PURI HOLDINGS BHD**(Company No. 207184-X)  
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	<b>3 months ended</b>		<b>9 months ended</b>	
	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000
Revenue	93,175	N/A	310,507	N/A
Cost of sales	(85,406)	N/A	(267,476)	N/A
Gross profit	7,769	N/A	43,031	N/A
Other operating income	1,808	N/A	7,661	N/A
Administrative expenses	(14,218)	N/A	(34,689)	N/A
	(4,641)	N/A	16,003	N/A
Share of results in associates	(7)	N/A	146	N/A
Finance costs	(3,898)	N/A	(11,799)	N/A
Profit before tax	(8,546)	N/A	4,350	N/A
Taxation	(2,597)	N/A	(6,111)	N/A
Profit for the period	(11,143)	N/A	(1,761)	N/A
Other comprehensive income / (loss)				
- Foreign currency translation	(1,300)	N/A	(1,438)	N/A
	(12,443)	N/A	(3,199)	N/A
<b>Profit attributable to :</b>				
Owners of the Company	(9,161)	N/A	(8,546)	N/A
Non-controlling interests	(1,982)	N/A	6,785	N/A
	(11,143)	N/A	(1,761)	N/A
<b>Total comprehensive profit attributable to :</b>				
Owners of the Company	(9,423)	N/A	(8,946)	N/A
Non-controlling interests	(3,020)	N/A	5,747	N/A
	(12,443)	N/A	(3,199)	N/A
<b>Earnings per share (sen)</b>				
- basic	-1.20	N/A	-1.68	N/A
- diluted	-1.20	N/A	-1.68	N/A

(The condensed consolidated comprehensive income statement should be read in conjunction with the audited financial statements for period ended 30 June 2019 and the accompanying explanatory notes attached to the interim financial statements)

*Due to change in financial year from 31 December to 30 June, the results for the corresponding period in prior year were not presented.*

**BINA PURI HOLDINGS BHD**

(Company No. 207184-X)

(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION****AS AT 31 MARCH 2020**

	31-Mar-20 RM'000 (Unaudited)	30-Jun-19 RM'000 (Audited)
<b>Non-current assets</b>		
Property, plant and equipment	107,293	124,622
Investment properties	208,802	208,803
Goodwill	14,585	14,585
Investment in associates	8,096	7,949
Other investments	6,836	6,842
Inventory properties held for development	7,455	7,359
Trade receivables	689	689
<b>Total non-current assets</b>	<u>353,756</u>	<u>370,849</u>
<b>Current assets</b>		
Inventory properties under development	229,123	239,893
Inventories	65	147
Trade and other receivables	321,199	496,742
Contract assets	366,387	370,990
Current tax assets	521	835
Fixed deposits with licensed banks	11,153	11,173
Cash and bank balances	9,010	6,564
<b>Total current assets</b>	<u>937,458</u>	<u>1,126,344</u>
<b>Current liabilities</b>		
Bank borrowings	343,742	292,874
Hire purchase payables	1,073	1,250
Trade and other payables	413,383	591,207
Current tax liabilities	22,742	20,357
<b>Total current liabilities</b>	<u>780,940</u>	<u>905,688</u>
	<u>156,518</u>	<u>220,656</u>
	<u>510,274</u>	<u>591,505</u>
<b>Equity</b>		
Share capital	180,856	157,821
Reserves	94,812	95,719
Shareholders' funds	<u>275,668</u>	<u>253,540</u>
Non-controlling interests	118,560	113,663
<b>Total equity</b>	<u>394,228</u>	<u>367,203</u>
<b>Non-current liabilities</b>		
Bank borrowings	100,236	208,154
Hire purchase payables	102	124
Trade and other payables	1,866	1,866
Deferred tax liabilities	13,842	14,158
<b>Total non-current liabilities</b>	<u>116,046</u>	<u>224,302</u>
	<u>510,274</u>	<u>591,505</u>
<b>Net assets per share (RM)</b>	0.3608	0.6636

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for period ended 30 June 2019 and the accompanying notes attached to the interim financial statements)

## BINA PURI HOLDINGS BHD

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

### FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020

	Share capital RM'000	Warrant reserve 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 Jan 2018 - As restated	136,705		(9,349)	3,078	102,037	232,471	99,480	331,951
Total comprehensive income for the period								
Profit for the period	-		-	-	462	462	33,135	33,597
Other comprehensive loss	-		(509)	-	-	(509)	(312)	(821)
			(509)	-	462	(47)	32,823	32,776
Issuance of ordinary shares	21,116		-	-	-	21,116	-	21,116
Dividend paid to non-controlling interests	-		-	-	-	-	(18,640)	(18,640)
Termination of share option scheme	-		-	(3,078)	3,078	-	-	
Total transactions with owners	21,116		-	(3,078)	3,078	21,116	(18,640)	2,476
<b>At 30 June 2019</b>	<b>157,821</b>		<b>(9,858)</b>	<b>-</b>	<b>105,577</b>	<b>253,540</b>	<b>113,663</b>	<b>367,203</b>
At 1 July 2019	157,821		(9,858)	-	105,577	253,540	113,663	367,203
Total comprehensive income for the period								
(Loss)/Profit for the period	-		-	-	(8,546)	(8,546)	5,747	(2,799)
Other comprehensive loss	-		(2,400)	-	-	(2,400)		(2,400)
			(2,400)	-	(8,546)	(10,946)	5,747	(5,199)
Issuance of ordinary shares	23,035	10,039	-	-	-	33,074	-	33,074
Dividend paid to non-controlling interests	-		-	-	-	-	(850)	(850)
Total transactions with owners	23,035	10,039	-	-	-	33,074	(850)	32,224
<b>At 31 March 2020</b>	<b>180,856</b>	<b>10,039</b>	<b>(12,258)</b>	<b>-</b>	<b>97,031</b>	<b>275,668</b>	<b>118,560</b>	<b>394,228</b>

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for period ended 30 June 2019 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 MARCH 2020**

	31-Mar-20	31-Mar-19
	RM'000	RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	<b>(Unaudited)</b>	
Profit before taxation	4,350	N/A
Adjustments for:		
Depreciation	7,046	N/A
Interest expense	22,292	N/A
Interest income	(1,877)	N/A
Gain on disposal of property, plant and equipment	(1,328)	N/A
Share of results in associates	(146)	N/A
	30,337	N/A
Net changes in current assets	192,745	N/A
Net changes in current liabilities	(180,239)	N/A
	42,843	N/A
Interest paid	(22,292)	N/A
Tax paid	(3,413)	N/A
Net Operating Cash Flows	17,138	N/A
 <b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Interest received	1,877	N/A
Proceeds from disposal of property, plant and equipment	1,799	N/A
Purchase of property, plant and equipment	(257)	N/A
Placement of fixed deposits	(40)	N/A
Net Investing Cash Flows	3,379	N/A

**CONDENSED STATEMENTS OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 (Continued)**

	31-Mar-20 RM'000 (Unaudited)	31-Mar-19 RM'000
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Proceed from issuance of shares	33,074	N/A
Dividend paid to non-controlling interests	(850)	N/A
Repayment of bank borrowings	(40,723)	N/A
Repayment of hire purchase obligations	(705)	N/A
Net Financing Cash Flows	(9,204)	N/A
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	11,313	N/A
<b>EFFECT OF CHANGES IN EXCHANGE RATE</b>	8,072	N/A
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD</b>	(32,093)	N/A
<b>CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD</b>	(12,708)	N/A
<b>ANALYSIS OF CASH AND CASH EQUIVALENTS</b>		
Fixed deposits with licensed banks	11,153	N/A
Less: fixed deposits pledged to licensed banks	(11,153)	N/A
	-	N/A
Cash and bank balances	9,010	N/A
Bank overdrafts	(21,718)	N/A
	(12,708)	N/A

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 30 June 2019 and the accompanying notes attached to the interim financial statements)

*Due to change in financial year from 31 December to 30 June, the results for the corresponding period in prior year were not presented.*

**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 MFRS 134 : Interim Financial Reporting and paragraph 9.22 of the Main Market 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 period ended 30 June 2019.

**A2. Accounting policies**

The quarterly financial statements under review have been prepared based on the same accounting policies and methods of computation adopted in the most recent Audited Financial Statements for the year ended 30 June 2019 except for the newly-issued Malaysian Financial Reporting Standards (“MFRS”), Amendments to MFRS and IC Interpretations (“IC Int.”) that are applicable to the Group for financial period beginning 1 July 2019:

Descriptions	Effective for annual periods beginning on / after
MFRS 16: <i>Leases</i>	1 January 2019
IC Interpretation 23: <i>Uncertainty over Income Tax Treatments</i>	1 January 2019
Amendments to MFRS 3: <i>Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015-2017 Cycle)</i>	1 January 2019
Amendments to MFRS 9: <i>Prepayments Features with Negative Compensation</i>	1 January 2019
Amendments to MFRS 11: <i>Previously Held Interest in a Joint Operation (Annual Improvements to MFRS Standards 2015-2017 Cycle)</i>	1 January 2019
Amendments to MFRS 112: <i>Income Tax Consequences of Payments on Financial Instruments classified as Equity (Annual Improvements to MFRS Standards 2015-2017 Cycle)</i>	1 January 2019
Amendments to MFRS 119: <i>Plan Amendment, Curtailment or Settlement</i>	1 January 2019
Amendments to MFRS 123: <i>Borrowing Costs Eligible for Capitalisation (Annual Improvements to MFRS Standards 2015-2017 Cycle)</i>	1 January 2019
Amendments to MFRS 128: <i>Long-term Interests in Associates and Joint Ventures</i>	1 January 2019

The adoption of MFRSs and IC Int. did not have a significant financial impact on the Group’s financial statements.

**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 issuance of 382,039,550 new Bina Puri Shares from the Rights Issue with warrant on 30 December 2019.

**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
- (iv) Power supply

	Construction		Property Investment & Development		Quarry		Power Supply		Others		Group	
	31/03/20	31/03/19	31/03/20	31/03/19	31/03/20	31/03/19	31/03/20	31/03/19	31/03/20	31/03/19	31/03/20	31/03/19
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>												
External customer	150,232	N/A	138,424	N/A	13,833	N/A	8,018	N/A	-	N/A	310,507	N/A
Inter-segment revenue	-	N/A		N/A	-	N/A		N/A	-	N/A	-	N/A
	150,232	N/A	138,424	N/A	13,833	N/A	8,018	N/A	-	N/A	310,507	N/A
<b>Results</b>												
Segment results	(12,953)	N/A	29,247	N/A	(146)	N/A	(301)	N/A	156	N/A	16,003	N/A
Adjustments and eliminations	-	N/A	-	N/A	-	N/A	-	N/A	-	N/A	-	N/A
	(12,953)	N/A	29,247	N/A	(146)	N/A	(301)	N/A	156	N/A	16,003	N/A
Share of results in associates	(29)	N/A	(87)	N/A	262	N/A	-	N/A	-	N/A	146	N/A
Finance costs	(5,274)	N/A	(5,176)	N/A	(140)	N/A	(1,203)	N/A	(6)	N/A	(11,799)	N/A
Consolidated profit before taxation	(18,256)	N/A	23,984	N/A	(24)	N/A	(1,504)	N/A	150	N/A	4,350	N/A



**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 30 June 2019 were as follows:

	12-Jun-20	Changes	30-Jun-19
	RM'000	RM'000	RM'000
Corporate guarantees given to licensed banks for credit facilities granted to associates	135,903	-	135,903

**A12. Capital commitments**

Authorised capital commitments not recognised in the interim financial statements as at 31 March 2020 are as follows:

	31-Mar-20	30-Jun-19
	RM'000	RM'000
Approved and contracted for :		
- property, plant and equipment	13,810	13,810

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

The Group recorded revenue of RM310.5 million and a profit before tax of RM4.3 million for the 9 months ended 31 March 2020. The low profit contribution was attributable to lower performance from all operating segment due to disruption of operating environment as a result of Covid-19 pandemic.

The construction division recorded revenue of RM150.2 million and incurred loss of RM18.3 million due to additional costs incurred for the existing completed projects which are pending finalisation of accounts and also currency loss as a result of weakening of Ringgit Malaysia against US Dollar for overseas project.

The property division recorded revenue of RM138.4 million and profit before tax of RM24.0 million for the financial period ended 31 March 2020. This was mainly contributed from sales of development properties for The Opus at Jalan Tallala in Kuala Lumpur, Jesselton View and One Jesselton projects in Kota Kinabalu, The Valley, Karak @ Bentong in Pahang and Phase 1A1 of Taman Nusa Damai (part of Lake Hill Resort City Development) Masai, Johor. In addition, rental income from Main Place Mall in USJ, Subang and Rimbun Suite and Residence in Brunei also contributed positively to the performance of the property division. Due to the current Covid-19 pandemic and being a responsible Main Place Mall operator, rebates have been granted to tenants of the Mall.

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

The power supply division recorded revenue of RM8.0 million from the supply of electricity power to PT Perusahaan Listrik Negara (State Electricity Company owned by Indonesia government) and PLTM Bantaeng and incurred loss of RM1.5 million.

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

During the quarter under review, the Group recorded revenue of RM93.2million and loss before tax of RM8.5 million as compared to the immediate preceding quarter of RM127.8 million and profit before tax of RM6.6 million respectively.

The decline in revenue was due to slower work progress during festive season in the beginning of the year, coupled with the 2 weeks shut down as a result of MCO imposed by the Government of Malaysia. The additional costs incurred due to delay in completion of the existing projects with Extension of Time granted had adversely affected the financial performance for the current quarter under review.

**B3. Prospects**

The business environment is expected to be challenging due to Covid-19 pandemic and the Group is taking precautionary measures to prevent the spread of the coronavirus in its operations.

The Group is involved in various businesses, including construction, property development, quarry and power generation. In the past few years, construction and property development have been the main focus of the Group.

The Group's construction division is involved in several projects domestically and overseas. The current value of order book in progress is approximately RM720 million. The Group has been constantly looking for opportunities to increase its order book through participating in tenders both locally and overseas.

The Group's property development division has several ongoing projects in Johor, Pahang, Sabah and Sarawak with an estimated GDV of RM632.8 million. One of the projects is Puri Residence, a 21.41-acre residential development comprising 384 units of double-storey houses located in Masai, Johor with an estimated GDV of RM229.5 million. Puri Residence was launched in second quarter 2018. Another project, The Valley @ Bentong is a 1,600-acre agricultural-based development comprising of farms and homesteads located in Karak, Pahang with an estimated GDV of RM383 million had launched its first and second phases in 2017 with an estimated GDV of RM157.0 million. The Group is currently planning for more launches in 2020. Based on the current sales achieved for the property development division, the unbilled sales would amount to about RM80 million. The Group is looking into participating in an integrated resort development project in Pahang through a corporate exercise.

The pandemic outbreak is expected to affect the performance of the rental and hospitality segment. The Group has adopted aggressive marketing strategy to ensure occupancies are optimised.

The Group is exploring business ventures in solar and gas power supply both locally and overseas especially in Indonesia.

The Group will strive to explore new markets to broaden its revenue and clientele base and expects to perform satisfactorily in 2020.

**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	
	31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
	RM'000	RM'000	RM'000	RM'000
<b>Income tax</b>				
Malaysian income tax				
- current year	2,400	N/A	5,842	N/A
- prior year	197	N/A	269	N/A
	2,597	N/A	6,111	N/A
<b>Deferred taxation</b>				
- current year	-	N/A	-	N/A
- prior year	-	N/A	-	N/A
	-	N/A	-	N/A
	2,597	N/A	6,111	N/A

**B6. Status of corporate proposals**

There were no pending corporate proposals except for:

- Proposed establishment of a new share issuance scheme of up to 15% of the enlarged number issued shares (excluding Treasury Shares, if any) at any one time over the duration of the scheme for the eligible persons.  
On 17 February 2020, the Company made an offer of 114,575,000 option at the exercise price of RM0.076 per option under the scheme to the eligible persons.
- Proposed to undertake the renounceable rights issue of up to 439,345,450 new ordinary shares in Bina Puri together with up to 439,345,450 free detachable warrants in Bina Puri on the basis of 1 Rights Share together with 1 free Warrant for every 1 existing Share held by the shareholders of the Company.

The proposed rights issue with warrants was approved by the shareholders of the Company through the Extraordinary Shareholders' Meeting held on 22 October 2019.

On 11 November 2019, the Board had on even date resolved to fix the issue price of the Rights Shares at RM0.09 per Rights Share as well as the Exercise Price at RM0.10 per Warrant.

The Company had successfully issued 382,039,550 new Bina Puri Shares with gross proceeds of RM34.384 million. The Company has utilised the proceeds in the following manner:

(RM'000)	Amount raised from the Rights Issue	Amount utilised	Amount unutilised
Funding for existing property development and construction projects	22,000	22,000	-
Repayment of bank borrowings	5,000	5,000	-
Working capital requirements	6,074	6,074	-
Expenses for the Proposed Rights Issue	1,310	1,310	-
<b>Total</b>	<b>34,384</b>	<b>34,384</b>	<b>-</b>

The Rights Issue with Warrants has been completed following the listing and quotation of 382,039,550 Rights Shares and 382,039,550 Warrants on the Main Market of Bursa Securities on 30 December 2019.

## B7. Group borrowings and debt securities

The group borrowings as at 31 March 2020 were as follows:

	<----- 31 March 2020----->			30-Jun-19
	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)	122,731	100,236	222,967	240,503
(ii) Short term loans				
- secured	-	-	-	-
- unsecured	46,258	-	46,258	56,184
	46,258	-	46,258	56,184
(iii) Project financing (secured)	174,753	-	174,753	204,341
Total borrowings	343,742	100,236	443,978	501,028

The borrowings were denominated in the following currencies :-

	<----- 31 March 2020----->			30-Jun-19
	Secured RM'000	Unsecured RM'000	Total RM'000	Total RM'000
Ringgit Malaysia	365,299	46,258	411,557	463,019
United States Dollar	21,405	-	21,405	23,188
Indonesian Rupiah	1,756	-	1,756	3,301
Brunei Dollar	9,260	-	9,260	11,520
	397,720	46,258	443,978	501,028

## 8. Changes in material litigation

- **In the matter of an arbitration between BK Asiapacific (Malaysia) Sdn Bhd (formerly known as BK Burns & Ong Sdn Bhd) (“BK Burns”) v UEMC-Bina Puri JV (unincorporated joint venture), UEM Construction Sdn Bhd and Bina Puri Sdn Bhd (collectively, “UEM-BPSB JV”)**

UEM-BPSB JV is an unincorporated joint venture between UEM Construction Sdn Bhd and BPSB (on a 60:40 proportion basis). Malaysia Airport Holdings Berhad had awarded a contract to UEM-BPSB JV to carry out construction works in respect of the development of the new low cost carrier terminal at the Kuala Lumpur International Airport, Sepang. UEM-BPSB JV thereafter engaged BK Burns for provision of commercial and contractual management & advisory services.

A statement of case was filed by BK Burns against UEM-BPSB JV on 16 June 2017 for wrongful termination, claiming for an alleged amount of RM6.9 million for loss and damage and loss of profit, including 5% incentive payment for any commercial settlement. This does not include BK Burns' claim for a monthly fee effective January 2012 until completion and 5% incentive payment during this period.

## 8. Changes in material litigation (continued)

UEM-BPSB JV filed its defence on 16 August 2017 which contended inter-alia that there is no agreement of the alleged 5% incentive payment, the termination is valid and no further payments are due and owing to BK Burns.

UEM-BPSB JV filed its defence on 16 August 2017 which contended inter-alia that there is no agreement of the alleged 5% incentive payment, the termination is valid and no further payments are due and owing to BK Burns.

The hearing was concluded on 1 March 2019 and pending arbitration decision.

Based on the documents available, UEM-BPSB JV's solicitors are of the view that there is a good chance of defending this claim.

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

Bina Puri Pakistan had filed an application under Section 20 of the Arbitration Act 1940 of Pakistan before the High Court of Sindh on 28 September 2012 for reference of a dispute to arbitration for the alleged unlawful termination by NHA of the concession agreement dated 16 January 2012 entered into between Bina Puri Pakistan and NHA (“**Concession Agreement**”). The application was granted on 23 April 2013.

Bina Puri Pakistan commenced the arbitral proceedings on 21 October 2013 claiming for a sum of PKR26,760,300,964 (approximately RM720 million<sup>(1)</sup>) for loss and damage including loss of profit, interest, cost and expenses. NHA contended on 9 December 2013 that the termination is lawful.

One of the 2 arbitrators passed an award on 13 January 2018 for PKR25,650,745,200 (approximately RM690 million<sup>(1)</sup>) in favour of Bina Puri Pakistan whilst another arbitrator was of the view that Bina Puri Pakistan is entitled to termination payments to be computed by joint auditors. As the arbitrators of the arbitral proceedings differed in their decisions, a jointly appointed umpire shall determine the dispute and deliver the final decision. However, due to health problems of the appointed umpire, Bina Puri Pakistan filed an application at the High Court of Sindh for a new umpire to be appointed. On 27 September 2018, the High Court of Sindh referred the matter for decision by a new umpire, Mr Justice (R) Nasir-ul-Mulk.

On 27 March 2019, Mr Justice (R) Nasir-ul-Mulk allowed Bina Puri Pakistan's claims against NHA as follows:-

- (a) a declaration that the termination notice issued by NHA was unlawful repudiation and therefore anticipatory breach of the Concession Agreement; and
- (b) Bina Puri Pakistan shall be entitled for the actual pre-development cost and actual development costs to be determined by a joint auditor in accordance with the award.

(a) and (b) above are collectively referred to as the “**Arbitration Award**”.

## 8. Changes in material litigation (continued)

On 25 November 2019, the Court recognized the enforcement of the Arbitration Award and appointed the Auditor to evaluate the damages. Pending valuation report by the Auditor.

(Based on BNM's exchange rate of PKR1:RM0.0269)

- **Conaire Engineering Sdn Bhd – L.L.C (“Conaire”) v (1) BPHB and (2) Pembinaan SPK Sdn Bhd (“SPK”) (collectively referred as “SPK-BPHB JV”)**

SPK-Bina Puri is an unincorporated joint venture between SPK and Bina Puri (on a 70:30 proportion basis) (“**SPK-BPHB JV**”). An agreement was entered into between Conaire and the SPK-BPHB JV in respect of the electromechanical and plumbing works at Phase 1, Plot 1, Area B for ‘residential, commercial and entertainment development at Al Reem Island, Abu Dhabi, UAE’. On 17 March 2015, Conaire obtained a judgment in default at the Abu Dhabi Court against SPK-BPHB JV for, amongst others, AED20,718,958.25 (approximately RM23.6 million<sup>(1)</sup>) (“**Abu Dhabi Judgment**”).

On 11 April 2016, Conaire issued and served a writ to SPK and Bina Puri to enforce the Abu Dhabi Judgment at the High Court of Pulau Pinang (“**Conaire’s Claim**”). On 31 October 2017, the High Court of Pulau Pinang directed the case to be heard at the High Court of Kuala Lumpur. Conaire thereafter applied for a summary judgement to enforce the Abu Dhabi Judgement but it was dismissed by the High Court of Kuala Lumpur. On 18 January 2019, the High Court of Kuala Lumpur allowed the Conaire’s Claim (“**High Court Judgement**”).

On 14 February 2019, SPK and Bina Puri filed an appeal at the Court of Appeal on the High Court Judgement (“**Appeal**”). On 22 February 2019, SPK and Bina Puri applied to stay the High Court Judgement pending the disposal of the Appeal (“**Stay of Execution Application**”). On 17 April 2019, the High Court of Kuala Lumpur allowed the Stay of Execution Application. On 12 September 2019, the Court of Appeal has granted SPK and Bina Puri’s notice of motion to amend the notice of appeal. The matter is fixed for Case Management on 14 May 2020.

Bina Puri’s solicitors are of the view that there is a reasonable chance of success subject to the Court of Appeal agreeing to, amongst others, that the judgment obtained by Conaire at the Abu Dhabi Court on 17 March 2015 cannot be enforced in Malaysia under the Reciprocal Enforcement of Judgments Act 1958.

(Based on BNM's exchange rate of AED1:RM1.1399)

- **Bina Puri Mining Sdn Bhd (“BPM”) v Bukit Biru Quarry Sdn Bhd (“BBQ”)**

BPM had filed a suit against BB Quarry on 11 May 2015, claiming for the sum of RM8,714,779.84 for the breach of the quarry operation agreement dated 1 January 2013 entered into between the parties (“**Quarry Operation Agreement**”), which includes a claim for misrepresentation. BB Quarry counter-claimed against BPM for a sum of RM1,412,023.79 being the alleged contract fees, insurance premium and reimbursement of commission fees payable by BPM pursuant to the Quarry Operation Agreement.

## 8. Changes in material litigation (continued)

The Miri High Court has directed to split the trials into two tiers, firstly, liability of the parties and thereafter the computation of the quantum. The trial has been concluded on 16 May 2018. On 24 December 2018, BPM's claim has been dismissed while the counter-claim by BB Quarry has been allowed. On 21 January 2019, BPM has filed an appeal at the Court of Appeal. The hearing on 16 April 2020 was adjourned until further notice due to the Restriction Movement Order.

BPM's solicitors are of the view that there is a reasonable chance for the appeal in the event the Court of Appeal is agreeable with the ground raised by BPM.

- **Star Effort Sdn Bhd ("SESB") v Ikhmas Jaya Group Berhad ("IJGB")**

SESB appointed Ikhmas Jaya Sdn Bhd ("IJSB") (wholly owned by IJGB) to construct and complete the works for the building project and IJSB failed to complete the work timely and repay the advance payments. SESB had filed a suit against IJGB on 13 May 2020 pursuant to a Parent Corporate Guarantee for the outstanding advance payments, liquidated damages, remedial works and costs.

The matter is fixed for e-review on 11 June 2020.

## B9. Dividend

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

## B10. Earnings per share

	3 months ended		9 months ended	
	31-Mar-20	31-Mar-19	31-Mar-20	31-Mar-19
	'000	'000	'000	'000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	(9,161)	N/A	(8,546)	N/A
Weighted average number of ordinary shares (Unit):	764,079	N/A	509,849	N/A
Basic earnings per share (sen)	-1.20	N/A	-1.68	N/A

### (b) Diluted earnings per share

The diluted earnings per ordinary share is equivalent to the basic earnings per ordinary share. The warrant of the Company were not included in the calculation of the diluted earnings per share because they are antidilutive for the period.

## B11. Audit report qualification

The financial statements of the Group for the period ended 30 June 2019 were not subject to any audit qualification.

## B12. Authorisation for Issue

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