

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020**

	3 months ended		3 months ended	
	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	64,665	89,550	64,665	89,550
Cost of sales	(59,070)	(73,630)	(59,070)	(73,630)
Gross profit	5,595	15,920	5,595	15,920
Other operating income	960	2,912	960	2,912
Administrative expenses	(9,039)	(8,595)	(9,039)	(8,595)
	(2,484)	10,237	(2,484)	10,237
Share of results in associates	(111)	159	(111)	159
Finance costs	(2,807)	(4,050)	(2,807)	(4,050)
(loss) / Profit before tax	(5,402)	6,346	(5,402)	6,346
Taxation	(1,530)	(2,225)	(1,530)	(2,225)
(Loss) / Profit for the period	(6,932)	4,121	(6,932)	4,121
Other comprehensive income / (loss)				
- Foreign currency translation	(1,669)	(6)	(1,669)	(6)
	(8,601)	4,115	(8,601)	4,115
(Loss) / Profit attributable to :				
Owners of the Company	(8,588)	463	(8,588)	463
Non-controlling interests	1,656	3,658	1,656	3,658
	(6,932)	4,121	(6,932)	4,121
Total comprehensive (Loss) / profit attributable to :				
Owners of the Company	(9,198)	460	(9,198)	460
Non-controlling interests	597	3,655	597	3,655
	(8,601)	4,115	(8,601)	4,115
Earnings per share (sen)				
- basic	-1.07	0.12	-1.07	0.12
- diluted	-1.07	0.12	-1.07	0.12

(The condensed consolidated comprehensive income statement should be read in conjunction with the audited financial statements for year ended 30 June 2020 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 2020

	30-Sep-20 RM'000 (Unaudited)	30-Jun-20 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	107,505	113,262
Investment properties	208,803	208,803
Goodwill	11,585	11,585
Investment in associates	1,254	1,365
Other investments	6,327	6,327
Inventory properties held for development	7,487	7,487
Deferred tax assets	114	121
Trade receivables	2,040	2,040
Total non-current assets	345,115	350,990
Current assets		
Inventory properties under development	216,428	209,036
Inventories	29,088	29,139
Trade and other receivables	321,700	322,177
Contract assets	339,703	347,052
Current tax assets	505	730
Fixed deposits with licensed banks	15,348	11,253
Cash and bank balances	11,222	10,450
Total current assets	933,994	929,837
Current liabilities		
Bank borrowings	253,435	259,421
Hire purchase payables	157	165
Trade and other payables	409,398	387,842
Contract liabilities		13,262
Current tax liabilities	28,877	28,208
Total current liabilities	691,867	688,898
	242,127	240,939
	587,242	591,929
Equity		
Share capital	187,049	180,856
Reserves	80,605	89,804
Shareholders' funds	267,654	270,660
Non-controlling interests	123,714	123,267
Total equity	391,368	393,927
Non-current liabilities		
Bank borrowings	179,546	181,229
Hire purchase payables	636	660
Trade and other payables	2,099	2,100
Deferred tax liabilities	13,593	14,013
Total non-current liabilities	195,874	198,002
	587,242	591,929
Net assets per share (RM)	0.3135	0.3542

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 30 June 2020 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 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 July 2019	157,821		(9,858)	-	105,577	253,540	113,663	367,203
Total comprehensive income for the period								
Profit for the period	-		-	-	(19,015)	(19,015)	16,117	(2,898)
Other comprehensive loss	-		(226)	-	-	(226)	185	(41)
	-		(226)	-	(19,015)	(19,241)	16,302	(2,939)
Issuance of ordinary shares	23,035	10,039	-	-	-	33,074	-	33,074
Dividend paid to non-controlling interests	-		-	-	-	-	(6,650)	(6,650)
Grant of share option scheme	-		-	3,287	-	3,287	-	3,287
Acquisition from non-controlling interests	-	-	-	-	-	-	(48)	(48)
Total transactions with owners	23,035	10,039	-	3,287	-	36,361	(6,698)	29,663
At 30 June 2020	180,856	10,039	(10,084)	3,287	86,562	270,660	123,267	393,927
At 1 July 2020	180,856	10,039	(10,084)	3,287	86,562	270,660	123,267	393,927
Total comprehensive income for the period								
(Loss)/Profit for the period	-		-	-	(8,588)	(8,588)	597	(7,991)
Other comprehensive loss	-		(611)	-	-	(611)	-	(611)
	-		(611)	-	(8,588)	(9,199)	597	(8,602)
Issuance of ordinary shares	6,193		-	-	-	6,193	-	6,193
Exercise of share option scheme	-		-	(432,768)	432,768	-	-	-
Dividend paid to non-controlling interests	-		-	-	-	-	(150)	(150)
Total transactions with owners	6,193	-	-	(432,768)	432,768	6,193	(150)	6,043
At 30 September 2020	187,049	10,039	(10,695)	(429,481)	510,742	267,654	123,714	391,368

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

	30-Sep-20 RM'000 (Unaudited)	30-Sep-19 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
(Loss) / Profit before taxation	(5,402)	6,346
Adjustments for:		
Depreciation	579	2,310
Dividend income	(62)	-
Interest expense	4,949	7,561
Interest income	(330)	(805)
Gain on disposal of property, plant and equipment	-	(332)
Unrealised foreign exchange loss	1,443	(81)
Share of results in associates	111	(159)
	1,288	14,840
Net changes in current assets	481	53,073
Net changes in current liabilities	8,301	(46,442)
	10,070	21,471
Interest paid	(4,949)	(7,561)
Tax paid	(1,057)	(936)
Net Operating Cash Flows	4,064	12,974
 CASH FLOW FROM INVESTING ACTIVITIES:		
Interest received	330	805
Dividend received	62	-
Proceeds from disposal of property, plant and equipment	-	462
Purchase of property, plant and equipment	(368)	(950)
Placement of fixed deposits	(4,169)	(20)
Net Investing Cash Flows	(4,145)	297

CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2020 (Continued)

	30-Sep-20 RM'000	30-Sep-19 RM'000
	(Unaudited)	
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	6,193	N/A
Dividend paid to non-controlling interests	(150)	N/A
Drawdown / (Repayment) of bank borrowings	(8,563)	1,151
Repayment of hire purchase obligations	(32)	(265)
Net Financing Cash Flows	(2,552)	886
NET CHANGE IN CASH AND CASH EQUIVALENTS	(2,633)	14,157
EFFECT OF CHANGES IN EXCHANGE RATE	3,956	(1,433)
CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD	(17,855)	(32,093)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	(16,532)	(19,369)
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	15,348	11,192
Less: fixed deposits pledged to licensed banks	(15,348)	(11,192)
	-	-
Cash and bank balances	11,222	5,446
Bank overdrafts	(27,754)	(24,815)
	(16,532)	(19,369)

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 30 June 2020 and the accompanying notes attached to the interim financial statements)

Bina Puri Holdings Bhd
(Company No. 207184-X)
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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 2020.

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 2020.

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 76,907,900 new Bina Puri Shares from the Private Placement and 12,880,000 new Bina Puri Shares from Share Issuance Scheme.

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	
	30/09/20	30/09/19	30/09/20	30/09/19	30/09/20	30/09/19	30/09/20	30/09/19	30/09/20	30/09/19	30/09/20	30/09/19
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Revenue												
External customer	21,831	40,316	36,458	41,125	3,226	4,496	3,150	3,613	-	-	64,665	89,550
Inter-segment revenue	-	-	-	-	-	-	-	-	-	-	-	-
	21,831	40,316	36,458	41,125	3,226	4,496	3,150	3,613	-	-	64,665	89,550
Results												
Segment results	(8,664)	(4,042)	6,815	12,911	71	87	(769)	1,270	63	11	(2,484)	10,237
Adjustments and eliminations	-	-	-	-	-	-	-	-	-	-	-	-
	(8,664)	(4,042)	6,815	12,911	71	87	(769)	1,270	63	11	(2,484)	10,237
Share of results in associates	(111)	(16)	-	(87)	-	262	-	-	-	-	(111)	159
Finance costs	(1,102)	(1,715)	(1,486)	(1,750)	-	(39)	(219)	(546)	-	-	(2,807)	(4,050)
Consolidated (loss)/profit before tax	(9,877)	(5,773)	5,329	11,074	71	310	(988)	724	63	11	(5,402)	6,346

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 2020 were as follows:

	24-Nov-20 RM'000	Changes RM'000	30-Jun-20 RM'000
Corporate guarantees given to licensed banks for credit facilities granted to associates	110,639	-	110,639

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 September 2020 are as follows:

	30-Sep-20 RM'000	30-Jun-20 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 RM64.7 million and loss before tax of RM5.4 million for the quarter ended 30 September 2020 as compared to previous corresponding period of RM89.6 million and profit before tax of RM6.3 million respectively. The lower performance from all operating segments was due to disruption of operating environment as a result of the Covid-19 pandemic strike.

The construction division recorded revenue of RM21.8 million and incurred loss before tax of RM9.9 million as compared to previous corresponding period of RM40.3 million and RM5.8 million respectively. The decline in revenue was due to slower activity at construction site for the Proposed Pan Borneo Highway in the State of Sarawak and construction of a government hotel at Pulau Poh, Tasik Kenyir, Hulu Terengganu, Terengganu.

The property division recorded revenue of RM36.5million and profit before tax of RM5.3 million for the financial period ended 30 September 2020 as compared to previous corresponding period of RM41.1 million and RM11.1 million respectively. This was mainly contributed from the sales of development farms and homesteads land of The Valley @ Bentong in Pahang and double-storey link houses of Puri Residences (part of Lakehill Resort City Development) in Masai, Johor.

B1. Review of performance

The power supply division recorded revenue of RM3.2 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 RM1.0 million as compared to previous corresponding period of RM3.6 million and profit before tax of RM0.7 million respectively. The performance of this division was affected by currency loss due to weakening of Ringgit Malaysia against US Dollar and low power generated for PT Perusahaan Listrik Negara and PLTM Bantaeng.

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

During the quarter under review, the Group recorded revenue of RM64.7 million and loss before tax of RM5.4 million as compared to the immediate preceding quarter of RM90.2 million and profit before tax of RM7.9 million respectively.

The results for the current quarter was affected by fewer number of ongoing construction projects and slower activities at sites.

B3. Prospects

The business environment is expected to be more challenging due to the 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 operation and power generation. In the past few years, construction and property development have been the main focuses of the Group.

The construction division is involved in several projects domestically and overseas. The current value of unbuilt works in progress is approximately RM500 million. The Group is constantly looking for opportunities to increase its order book through tender participations and project negotiations both locally and overseas.

The Group's property division has several ongoing developments in Johor, Pahang, Sabah and Sarawak with an estimated total GDV of RM1.5 billion. This includes the Puri Residences, 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 Residences was launched in second quarter of 2018. Another project, The Valley @ Bentong is a 1,600-acre agricultural-based development comprising farms and homesteads located in Karak, Pahang with an estimated total GDV of RM383 million. The first and second phases had been launched in 2017 with an estimated GDV of RM157.0 million. The Group is currently planning for more launches in 2021. Based on the current sales achieved for the property development division, the unbilled sales amounts to RM70 million. The Group is also 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 due to travel restrictions. Nevertheless, we are continuously adopting aggressive marketing strategy to ensure occupancies are optimised.

The Group has been exploring business ventures in solar and gas power supply both locally and overseas especially in Indonesia. We expect to secure approval and signing of the power purchase agreement for a new solar power plant development in Kunak, Sabah by end of the year 2020.

The Group will continuously strive to further explore new markets to broaden its revenue and clientele base and expects to perform satisfactorily in 2021.

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		3 months ended	
	30-Sep-20 RM'000	30-Sep-19 RM'000	30-Sep-20 RM'000	30-Sep-19 RM'000
Income tax				
Malaysian income tax				
- current year	1,950	2,225	1,950	2,225
- prior year	-	-	-	-
	1,950	2,225	1,950	2,225
Deferred taxation				
- current year	(420)	-	(420)	-
- prior year	-	-	-	-
	(420)	-	(420)	-
	1,530	2,225	1,530	2,225

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.
- The Private Placement entails the issuance of up to 124,395,200 Placement Shares, representing not more than 10% of the enlarged number of 1,243,952,150 issued Bina Puri Shares. The private placement had been approved by Bursa Malaysia and shareholders of the Company on 17 July 2020 and 5 December 2019 respectively. The Private Placement was completed on 21 September 2020;

The Company had successfully placed out 76,907,900 new Bina Puri Shares pursuant to the Private Placement, which raised cumulative gross proceeds of approximately RM5.214 million. The Company has utilised the proceeds in the following manner:

	Amount (RM'000)
Funding for existing property development and construction projects	4,150
Working capital requirements	481
Repayment of bank borrowings	500
Expenses in relation to the Private Placement	83
Total	5,214

B7. Group borrowings and debt securities

The group borrowings as at 30 September 2020 were as follows:

	<----- 30 September 2020----->			30-Jun-20
	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)	39,879	179,546	219,425	219,799
(ii) Short term loans				
- secured	-	-	-	-
- unsecured	41,657	-	41,657	46,592
	41,657	-	41,657	46,592
(iii) Project financing (secured)	171,899	-	171,899	174,259
Total borrowings	253,435	179,546	432,981	440,650

The borrowings were denominated in the following currencies :-

	<----- 30 September 2020----->			30-Jun-20
	Secured RM'000	Unsecured RM'000	Total RM'000	Total RM'000
Ringgit Malaysia	360,617	41,657	402,274	409,473
United States Dollar	20,288	-	20,288	20,288
Indonesian Rupiah	1,671	-	1,671	1,775
Brunei Dollar	8,748	-	8,748	9,114
	391,324	41,657	432,981	440,650

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.

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.

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.

The Hearing concluded on 1 March 2019. On 25 June 2020, the Arbitrator has determined that BK Burn is entitled for nominal damages of RM3,000.00 only with no order in respect of loss of profit, interest and costs (“Arbitration Decision”).

On 12 October 2020, BK Burn has filed a Set Aside Application of the Arbitration Decision and the matter is fixed for Case Management on 27 October 2020.

- **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⁽¹⁾) for loss and damage including loss of profit, interest, cost and expenses. NHA contended on 9 December 2013 that the termination is lawful.

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**”.

On 25 November 2019, the Court recognized the enforcement of the Arbitration Award and appointed the Auditor to evaluate the damages. On 7 September 2020, the Auditor has directed that the termination payment payable by NHA to BPPPL is PKR 873,561,224 with interest of PKR224,681.00 per day from 21 July 2020 until full settlement.

(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⁽¹⁾) (“**Abu Dhabi Judgment**”).

8. Changes in material litigation (continued)

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. The Appeal is fixed for Hearing on 3 February 2021.

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 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.

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 cots.

IJGB filed an application to substitute IJSB to existing proceedings and the application is fixed for Hearing on 19 November 2020.

8. Changes in material litigation (continued)

- **RNC Integral Concrete Technology (M) Sdn Bhd (“RNC”) v Bina Puri Construction Sdn Bhd (“BPCSB”)**

BPCSB appointed RNC to supply, apply and warrant of waterproofing system at Shopping Mall and Service Apartment for the proposed Tourist Recreational and Commercial Development. RNC had served Winding Up Petition on 9 October 2020 for the alleged demanded amount of RM400,000.00. BPCSB has sought preliminary legal advice and shall oppose the Petition. 4 November 2020 has been fixed for Hearing.

B9. Dividend

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

B10. Earnings per share

	3 months ended		3 months ended	
	30-Sep-20	30-Sep-19	30-Sep-20	30-Sep-19
	'000	'000	'000	'000
Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	(8,588)	463	(8,588)	463
Weighted average number of ordinary shares (Unit):	801,832	382,040	801,832	382,040
Basic earnings per share (sen)	-1.07	4,121	-1.07	0.12

(b) Diluted earnings per share

The diluted earnings per ordinary share is equivalent to the basic earnings per ordinary share. The potential ordinary shares arising from the exercise of options under the warrant and share issuance scheme have anti-dilutive effect.

B11. Audit report qualification

The financial statements of the Group for the period ended 30 June 2020 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.