

BINA PURI HOLDINGS BHD

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

**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 31 DECEMBER 2020**

	3 months ended		6 months ended	
	31-Dec-20 RM'000 (Unaudited)	31-Dec-19 RM'000 (Unaudited)	31-Dec-20 RM'000 (Unaudited)	31-Dec-19 RM'000 (Unaudited)
Revenue	56,618	127,782	121,283	217,332
Cost of sales	(61,839)	(108,440)	(120,909)	(182,070)
Gross profit	(5,221)	19,342	374	35,262
Other operating income	1,988	2,941	2,948	5,853
Administrative expenses	(6,746)	(11,876)	(15,785)	(20,471)
	(9,979)	10,407	(12,463)	20,644
Share of results in associates	(451)	(6)	(562)	153
Finance costs	(3,998)	(3,851)	(6,805)	(7,901)
(Loss) / Profit before tax	(14,428)	6,550	(19,830)	12,896
Taxation	1,270	(1,289)	(260)	(3,514)
(Loss) / Profit for the period	(13,158)	5,261	(20,090)	9,382
Other comprehensive income / (loss)				
- Foreign currency translation	1,175	(132)	(494)	(138)
	(11,983)	5,129	(20,584)	9,244
(Loss) / Profit attributable to :				
Owners of the Company	(12,868)	152	(21,456)	615
Non-controlling interests	(290)	5,109	1,366	8,767
	(13,158)	5,261	(20,090)	9,382
Total comprehensive (Loss) / profit attributable to :				
Owners of the Company	(12,329)	17	(21,527)	477
Non-controlling interests	346	5,112	943	8,767
	(11,983)	5,129	(20,584)	9,244
Earnings per share (sen)				
- basic	-1.50	0.04	-2.59	0.16
- diluted	-1.50	0.04	-2.59	0.16

(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 31 DECEMBER 2020

	31-Dec-20 RM'000 (Unaudited)	30-Jun-20 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	107,452	113,262
Investment properties	208,803	208,803
Goodwill	11,585	11,585
Investment in associates	804	1,365
Other investments	6,327	6,327
Inventory properties held for development	7,487	7,487
Deferred tax assets	118	121
Trade receivables	2,040	2,040
Total non-current assets	344,616	350,990
Current assets		
Inventory properties under development	227,867	209,036
Inventories	30,866	29,139
Trade and other receivables	298,767	322,177
Contract assets	337,051	347,052
Current tax assets	517	730
Fixed deposits with licensed banks	13,483	11,253
Cash and bank balances	16,142	10,450
Total current assets	924,693	929,837
Current liabilities		
Bank borrowings	252,226	259,421
Hire purchase payables	128	165
Trade and other payables	416,977	387,842
Contract liabilities	-	13,262
Current tax liabilities	25,883	28,208
Total current liabilities	695,214	688,898
	229,479	240,939
	574,095	591,929
Equity		
Share capital	188,814	180,856
Reserves	67,436	89,804
Shareholders' funds	256,250	270,660
Non-controlling interests	124,060	123,267
Total equity	380,310	393,927
Non-current liabilities		
Bank borrowings	178,518	181,229
Hire purchase payables	585	660
Trade and other payables	2,100	2,100
Deferred tax liabilities	12,582	14,013
Total non-current liabilities	193,785	198,002
	574,095	591,929
Net assets per share (RM)	0.2959	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 31 DECEMBER 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	-		-	-	(21,456)	(21,456)	943	(20,513)
Other comprehensive loss	-		(71)	-	-	(71)	-	(71)
	-		(71)	-	(21,456)	(21,527)	943	(20,584)
Issuance of ordinary shares	7,117		-	-	-	7,117	-	7,117
Exercise of share option scheme	841		-	(841)	-	-	-	-
Dividend paid to non-controlling interests	-		-	-	-	-	(150)	(150)
Total transactions with owners	7,958	-	-	(841)	-	7,117	(150)	6,967
At 31 December 2020	188,814	10,039	(10,155)	2,446	65,106	256,250	124,060	380,310

(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 31 DECEMBER 2020

	31-Dec-20 RM'000 (Unaudited)	31-Dec-19 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
(Loss) / Profit before taxation	(19,830)	12,896
Adjustments for:		
Depreciation	3,589	4,859
Dividend income	(62)	-
Interest expense	13,538	15,038
Interest income	(387)	(1,517)
Gain on disposal of property, plant and equipment	(373)	(748)
Unrealised foreign exchange loss	(374)	614
Share of results in associates	562	(153)
	(3,337)	30,989
Net changes in current assets	12,848	143,707
Net changes in current liabilities	15,878	(95,132)
	25,389	79,564
Interest paid	(13,538)	(15,038)
Tax paid	(3,812)	(1,072)
Net Operating Cash Flows	8,039	63,454
CASH FLOW FROM INVESTING ACTIVITIES:		
Interest received	387	1,517
Dividend received	62	-
Proceeds from disposal of property, plant and equipment	510	1,065
Purchase of property, plant and equipment	(368)	(1,046)
Placement of fixed deposits	(2,311)	(40)
Net Investing Cash Flows	(1,720)	1,496

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

	31-Dec-20 RM'000 (Unaudited)	31-Dec-19 RM'000 (Unaudited)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	7,117	33,074
Dividend paid to non-controlling interests	(150)	(850)
Drawdown / (Repayment) of bank borrowings	(8,210)	(21,597)
Repayment of hire purchase obligations	(114)	(461)
Net Financing Cash Flows	<u>(1,357)</u>	<u>10,166</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	4,962	75,116
EFFECT OF CHANGES IN EXCHANGE RATE	2,052	(141)
CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD	<u>(17,855)</u>	<u>(32,093)</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>(10,841)</u>	<u>42,882</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	13,483	11,213
Less: fixed deposits pledged to licensed banks	<u>(13,483)</u>	<u>(11,213)</u>
	-	-
Cash and bank balances	16,142	60,042
Bank overdrafts	<u>(26,983)</u>	<u>(17,160)</u>
	<u>(10,841)</u>	<u>42,882</u>

(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)
(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 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 25,042,500 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	
	31/12/20	31/12/19	31/12/20	31/12/19	31/12/20	31/12/19	31/12/20	31/12/19	31/12/20	31/12/19	31/12/20	31/12/19
	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	54,283	100,679	53,277	100,675	7,774	10,211	5,949	5,767	-	-	121,283	217,332
Inter-segment revenue	-	-	-	-	-	-	-	-	-	-	-	-
	54,283	100,679	53,277	100,675	7,774	10,211	5,949	5,767	-	-	121,283	217,332
Results												
Segment results	(16,724)	(8,787)	3,405	28,036	(186)	(185)	985	1,501	57	79	(12,463)	20,644
Adjustments and eliminations	-	-	-	-	-	-	-	-	-	-	-	-
	(16,724)	(8,787)	3,405	28,036	(186)	(185)	985	1,501	57	79	(12,463)	20,644
Share of results in associates	(562)	(22)	-	(87)	-	262	-	-	-	-	(562)	153
Finance costs	(3,041)	(3,501)	(3,055)	(3,461)	(120)	(140)	(589)	(793)	-	(6)	(6,805)	(7,901)
Consolidated (loss)/profit before tax	(20,327)	(12,310)	350	24,488	(306)	(63)	396	708	57	73	(19,830)	12,896

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-Feb-21 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
			<hr/>

A12. Capital commitments

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

	31-Dec-20 RM'000	30-Jun-20 RM'000
Approved and contracted for :		
- property, plant and equipment	13,810	13,810
		<hr/>

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

The Group recorded revenue of RM121.3 million and loss before tax of RM19.8 million for the period ended 31 December 2020 as compared to previous corresponding period of RM 217.3 million and profit before tax of RM12.9 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 RM54.3 million and incurred loss before tax of RM20.3 million as compared to previous corresponding period of RM100.7 million and RM12.3 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 , construction of a government hotel at Pulau Poh, Tasik Kenyir, Hulu Terengganu, Terengganu and Proposed construction of The Chancery and Official Residence for Malaysian Embassy in Moscow, Russia.

The property division recorded revenue of RM53.3 million and profit before tax of RM0.3 million for the financial period ended 31 December 2020 as compared to previous corresponding period of RM100.7 million and RM24.5 million respectively. The revenue was impacted by slower sales and additional time required to complete the projects due to disruption caused by the Covid-19 pandemic.

B1. Review of performance

The power supply division recorded revenue of RM5.9 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 RM0.4 million as compared to previous corresponding period of RM5.8 million and profit before tax of RM0.7 million respectively.

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

During the quarter under review, the Group recorded revenue of RM56.6 million and loss before tax of RM14.4 million as compared to the immediate preceding quarter of RM64.7 million and RM5.4million respectively.

The reduction of revenue was attributable to the reduction in number of on-going projects and slower activities at project 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 RM1.6 billion. 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 1st quarter of the year 2021.

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		6 months ended	
	31-Dec-20 RM'000	31-Dec-19 RM'000	31-Dec-20 RM'000	31-Dec-19 RM'000
Income tax				
Malaysian income tax				
- current year	(250)	1,217	1,700	3,442
- prior year	-	72	-	72
	(250)	1,289	1,700	3,514
Deferred taxation				
- current year	(1,020)	-	(1,440)	-
- prior year	-	-	-	-
	(1,020)	-	(1,440)	-
	(1,270)	1,289	260	3,514

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 acquisition of 2,022,593 ordinary shares in IHP, representing 44.50% equity interest in IHP, by Bina Puri Properties for a total purchase consideration of RM26,938,000 to be satisfied in cash and issuance of new ordinary shares in Bina Puri.
- Proposed private placement of up to 260,523,000 new Shares, representing 30% of the existing total number of issued Shares, to independent third-party investor(s) to be identified later and at an issue price to be determined later.

B7. Group borrowings and debt securities

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

	<----- 31 December 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)	40,991	178,518	219,509	219,799
(ii) Short term loans				
- secured	-	-	-	-
- unsecured	41,878	-	41,878	46,592
	41,878	-	41,878	46,592
(iii) Project financing (secured)	169,357	-	169,357	174,259
Total borrowings	252,226	178,518	430,744	440,650

The borrowings were denominated in the following currencies :-

	<----- 31 December 2020----->			30-Jun-20
	Secured RM'000	Unsecured RM'000	Total RM'000	Total RM'000
Ringgit Malaysia	358,401	41,878	400,279	409,473
United States Dollar	20,288	-	20,288	20,288
Indonesian Rupiah	1,712	-	1,712	1,775
Brunei Dollar	8,465	-	8,465	9,114
	388,866	41,878	430,744	440,650

B8. 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 (Cont'd)

- **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”)**

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”).

BK Burn has filed notice to set aside the Adjudication Decision on 12.10.2020.

The JV filed Affidavit Reply on 17.11.2020. UEM-BPSB JV opposition are on the grounds that the relief sought by BK Burns does not fall under the express provision in Section 37 of the Arbitration Act 2005. Additionally, there is no basis to BK Burns’ allegations of biasness and/or lack of independence or impartiality. There are also no grounds to support BK Burns’ contention that there was a breach of natural justice

The Court fixed Case Management fixed on 26.2.2021 for a Hearing date to be fixed.

- **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.

On 29 October 2020, BPPL has file application for execution in Pakistan Court.

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

8. Changes in material litigation (Cont'd)

- **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**”).

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 3 February 2021, the Court of Appeal dismissed Bina Puri’s Appeal and varied the High Court judgment. Pending Bina Puri to apply for a stay of enforcement and leave for appeal in Federal Court.

(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 Court fixed hearing on 26 March 2021.

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.

8. Changes in material litigation (Cont'd)

IJGB filed an application to substitute IJSB to existing proceedings. SESB's Summary Judgement application fixed for Hearing on 14.4.2021.

- **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. The Court fixed final Hearing 8.3.2021.

B9. Dividend

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

B10. Earnings per share

	3 months ended		6 months ended	
	31-Dec-20 '000	31-Dec-19 '000	31-Dec-20 '000	31-Dec-19 '000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	(12,868)	152	(21,456)	615
Weighted average number of ordinary shares (Unit):	856,511	386,238	829,171	384,116
Basic earnings per share (sen)	-1.50	0.04	-2.59	0.16

(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.