

BINA PURI HOLDINGS BHD(Company No. 207184-X)
(Incorporated in Malaysia)**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	3 months ended		3 months ended	
	30-Sep-21	30-Sep-20	30-Sep-21	30-Sep-20
	RM'000	RM'000	RM'000	RM'000
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)
Revenue	46,426	64,665	46,426	64,665
Cost of sales	(44,200)	(59,070)	(44,200)	(59,070)
Gross profit	2,226	5,595	2,226	5,595
Other operating income	2,905	960	2,905	960
Administrative expenses	(6,527)	(9,039)	(6,527)	(9,039)
	(1,396)	(2,484)	(1,396)	(2,484)
Share of results in a jointly controlled entity	521	-	521	-
Share of results in associates	(111)	(111)	(111)	(111)
Finance costs	(6,270)	(2,807)	(6,270)	(2,807)
(Loss) / Profit before tax	(7,256)	(5,402)	(7,256)	(5,402)
Taxation	(345)	(1,530)	(345)	(1,530)
Loss for the period	(7,601)	(6,932)	(7,601)	(6,932)
Other comprehensive loss				
- Foreign currency translation	(18)	(1,669)	(18)	(1,669)
	(7,619)	(8,601)	(7,619)	(8,601)
(Loss) / Profit attributable to :				
Owners of the Company	(8,022)	(8,588)	(8,022)	(8,588)
Non-controlling interests	421	1,656	421	1,656
	(7,601)	(6,932)	(7,601)	(6,932)
Total comprehensive (Loss) / profit attributable to :				
Owners of the Company	(8,039)	(9,198)	(8,039)	(9,198)
Non-controlling interests	420	597	420	597
	(7,619)	(8,601)	(7,619)	(8,601)
Earnings per share (sen)				
- basic	-0.55	-1.07	-0.55	-1.07
- diluted	-0.55	-1.07	-0.55	-1.07

(The condensed consolidated comprehensive income statement should be read in conjunction with the audited financial statements for year ended 30 June 2021 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 2021

	30-Sep-21 RM'000 (Unaudited)	30-Jun-21 RM'000 (Audited)
Non-current assets		
Property, plant and equipment	133,895	135,878
Right-of-use assets	246	246
Investment properties	205,600	205,600
Goodwill	8,585	8,585
Investment in associates	3,728	3,839
Investment in a joint venture	5,528	5,132
Other investments	2,781	2,781
Inventory properties held for development	7,787	7,487
Deferred tax assets	3,645	3,645
Trade receivables	1,843	1,843
Total non-current assets	373,638	375,036
Current assets		
Inventories	243,407	269,186
Trade and other receivables	412,915	449,789
Contract assets	229,079	228,750
Current tax assets	743	1,006
Fixed deposits with licensed banks	14,628	14,649
Cash and bank balances	17,224	18,624
	917,996	982,004
Non current asset held for sale	111	111
Total current assets	918,107	982,115
Current liabilities		
Bank borrowings	288,573	287,082
Lease liabilities	655	689
Trade and other payables	417,142	489,578
Contract liabilities	24,066	23,357
Current tax liabilities	29,038	31,141
Total current liabilities	759,474	831,847
	158,633	150,268
Equity	532,271	525,304
Share capital	244,051	236,435
Reserves	(12,686)	(4,334)
Shareholders' funds	231,365	232,101
Non-controlling interests	133,751	133,331
Total equity	365,116	365,432
Non-current liabilities		
Bank borrowings	145,894	139,064
Lease liabilities	520	400
Trade and other payables	2,612	2,279
Deferred tax liabilities	18,129	18,129
Total non-current liabilities	167,155	159,872
	532,271	525,304
Net assets per share (RM)	0.1478	0.1622

(The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for year ended 30 June 2021 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 2021

	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 2020	180,856	10,039	(10,402)	3,287	58,744	242,524	121,441	363,965
Total comprehensive income for the period								
Profit for the period	-	-	-	-	(63,910)	(63,910)	188	(63,722)
Other comprehensive loss	-	-	(968)	-	47	(921)	(346)	(1,267)
Acquisition of subsidiary company	-	-	-	-	-	-	12,198	12,198
	-	-	(968)	-	(63,863)	(64,831)	12,040	(52,791)
Issuance of ordinary shares	55,579	-	-	-	-	55,579	-	55,579
Dividend paid to non-controlling interests	-	-	-	-	-	-	(150)	(150)
Grant of share option scheme	-	-	-	496	-	496	-	496
Share options lapsed	-	-	-	(297)	297	-	-	-
Share options exercised	-	-	-	(1,667)	-	(1,667)	-	(1,667)
Total transactions with owners	55,579	-	-	(1,468)	297	54,408	(150)	54,258
At 30 June 2021	236,435	10,039	(11,370)	1,819	(4,822)	232,101	133,331	365,432
At 1 July 2021	236,435	10,039	(11,370)	1,819	(4,822)	232,101	133,331	365,432
Total comprehensive income for the period								
(Loss)/Profit for the period	-	-	-	-	(8,022)	(8,022)	420	(7,602)
Other comprehensive loss	-	-	(18)	-	-	(18)	-	(18)
	-	-	(18)	-	(8,022)	(8,040)	420	(7,620)
Issuance of ordinary shares	7,304	-	-	-	-	7,304	-	7,304
Share options exercised	312	-	-	(312)	-	-	-	-
Total transactions with owners	7,616	-	-	(312)	-	7,304	-	7,304
At 30 SEPTEMBER 2021	244,051	10,039	(11,388)	1,507	(12,844)	231,365	133,751	365,116

(The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for year ended 30 June 2021 and the accompanying notes attached to the interim financial statements)

BINA PURI HOLDINGS BHD

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

**CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021**

	30-Sep-21 RM'000 (Unaudited)	30-Sep-20 RM'000 (Unaudited)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Loss before taxation	(7,256)	(5,402)
Adjustments for:		
Depreciation	1,982	579
Dividend income	-	(62)
Interest expense	6,270	4,949
Interest income	(949)	(330)
Unrealised foreign exchange(gain)/ loss	(374)	1,443
Share of results in a jointly controlled entity	(521)	-
Share of results in associates	111	111
	<u>(737)</u>	<u>1,288</u>
Net changes in current assets	62,024	481
Net changes in current liabilities	(71,683)	8,301
	<u>(10,396)</u>	<u>10,070</u>
Interest paid	(6,270)	(4,949)
Tax paid	(1,494)	(1,057)
Net Operating Cash Flows	<u>(18,160)</u>	<u>4,064</u>
 CASH FLOW FROM INVESTING ACTIVITIES:		
Interest received	949	330
Dividend received	-	62
Purchase of property, plant and equipment	-	(368)
Placement of fixed deposits	(20)	(4,169)
Net Investing Cash Flows	<u>929</u>	<u>(4,145)</u>
 CASH FLOWS FROM FINANCING ACTIVITIES		
Proceed from issuance of shares	7,304	6,193
Dividend paid to non-controlling interests	-	(150)
Drawdown / (Repayment) of bank borrowings	2,873	(8,563)
Repayment of lease liabilities	(34)	(32)
Net Financing Cash Flows	<u>10,143</u>	<u>(2,552)</u>

**CONDENSED STATEMENTS OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 SEPTEMBER 2021 (Continued)**

	30-Sep-21 RM'000 (Unaudited)	30-Sep-20 RM'000 (Unaudited)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(7,088)	(2,633)
EFFECT OF CHANGES IN EXCHANGE RATE	240	3,956
CASH AND CASH EQUIVALENTS AT BEGINNING OF BEGINNING OF THE FINANCIAL PERIOD	<u>6,184</u>	<u>(17,855)</u>
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD	<u>(664)</u>	<u>(16,532)</u>
ANALYSIS OF CASH AND CASH EQUIVALENTS		
Fixed deposits with licensed banks	14,628	15,348
Less: fixed deposits pledged to licensed banks	<u>(14,628)</u>	<u>(15,348)</u>
	-	-
Cash and bank balances	17,224	11,222
Bank overdrafts	<u>(17,888)</u>	<u>(27,754)</u>
	<u>(664)</u>	<u>(16,532)</u>

(The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for year ended 30 June 2021 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 2021.

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 2021.

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 :

- 124,583,373 new Bina Puri Shares from the Private Placement, and
- 9,280,000 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	
	30/09/21	30/09/20	30/09/21	30/09/20	30/09/21	30/09/20	30/09/21	30/09/20	30/09/21	30/09/20	30/09/21	30/09/20
	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	8,669	21,831	29,224	36,458	4,972	3,226	3,561	3,150	-	-	46,426	64,665
Inter-segment revenue	-	-	-	-	-	-	-	-	-	-	-	-
	8,669	21,831	29,224	36,458	4,972	3,226	3,561	3,150	-	-	46,426	64,665
Results												
Segment results	(5,508)	(8,664)	2,942	6,815	322	71	860	(769)	(12)	63	(1,396)	(2,484)
Adjustments and eliminations	-	-	-	-	-	-	-	-	-	-	-	-
	(5,508)	(8,664)	2,942	6,815	322	71	860	(769)	(12)	63	(1,396)	(2,484)
Share of results in associates	(111)	(111)	-	-	-	-	-	-	-	-	(111)	(111)
Share of results in a jointly controlled entity	521	-	-	-	-	-	-	-	-	-	521	-
Finance costs	(4,535)	(1,102)	(1,436)	(1,486)	(60)	-	(239)	(219)	-	-	(6,270)	(2,807)
Adjustment and eliminations	-	-	-	-	-	-	-	-	-	-	-	-
Consolidated (loss)/profit before tax	(9,633)	(9,877)	1,506	5,329	262	71	621	(988)	(12)	63	(7,256)	(5,402)

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

There were no contingent liabilities as at 30 September 2021.

A12. Capital commitments

Authorised capital commitments not recognised in the interim financial statements as at 30 September 2021 are as follows:

	30-Sep-21 RM'000	30-Jun-21 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 RM46.4 million and loss before tax of RM7.3 million for 1st quarter ended 30 September 2021 as compared to previous corresponding period of RM64.7 million and RM5.4 million respectively. The lower performance from all operating segments was due to severe disruption of overall operating environment caused by Covid-19 pandemic which reduced the efficiency of operations.

The construction division recorded revenue of RM8.7 million and incurred loss before tax of RM9.6 million as compared to previous corresponding period of RM21.8 million and RM9.9 million respectively. The decline in revenue was due to slower activity at construction site, shortage of workers and materials, limitation in transportation of materials during Covid-19 pandemic.

The property division recorded revenue of RM29.2 million and profit before tax of RM1.5 million for the 1st quarter ended 30 September 2021 as compared to previous corresponding period of RM36.5 million and profit before tax of RM5.3 million respectively. The lower revenue was due to the lockdown restrictions imposed in different states which slowed down the conversion of bookings into sales.

The power supply division recorded revenue of RM3.6 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 RM0.6 million as compared to previous corresponding year of RM3.2 million and loss before tax of RM1.0 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 RM46.4 million and loss before tax of RM7.3 million as compared to the immediate preceding quarter of RM36.8 million and RM33.3 million respectively.

The 4th quarter 2021 performance was affected by Covid-19 pandemic which resulted in lower work efficiency, thus impacting the construction progress.

B3. Prospects

With the re-opening of all economic sectors, the Malaysian economy is now on the path to recovery. Despite challenging business environment, the Group is hopeful for more business opportunities with the lifting of travel restrictions throughout the Nation. Moving forward, The Group shall focus on manpower deployment and cost reduction initiatives.

The outlook for the construction industry remains sluggish as the industry faces rising cost of building materials, shortage of manpower and supply chain disruptions. The Group will continue focusing on completing our current order book of approximately RM770 mil and will continue to work on replenishing our order book. However, the Group will be more selective in tendering for new projects to mitigate risks of price volatility for materials and operational difficulties.

For property division, the Group will focus on selling the remaining unsold units of on-going developments with an estimated total GDV of RM1.2 billion. Our residential development named Puri Residences in Johor is expected to be completed in 2022. We saw a huge demand in our agricultural-based development The Valley @ Bentong whereby Phase 1 and 2 were fully sold, had encouraged the Group to launch Phase 3 in March 2021 with an estimated GDV of RM160 million. The Group's unbilled sales as of to-date stood at RM45 million. The Group also plans to launch a mixed development project in Kota Kinabalu, Sabah in 2022 with GDV of RM265 million.

The easing of travel restrictions and re-opening tourism activities are anticipated to revitalise our mall and hospitality segment. For solar/hydro segment, the Group is expecting the signing of the power purchase agreement for solar power plant development in Kunak, Sabah to take place by first half of 2022.

The Group will continue to focus on strengthening its financial position and implementing cost optimisation measures.

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-21	30-Sep-20	30-Sep-21	30-Sep-20
	RM'000	RM'000	RM'000	RM'000
Income tax				
Malaysian income tax				
- current year	345	1,950	345	1,950
- prior year	-	-	-	-
	345	1,950	345	1,950
Deferred taxation	-	(420)	-	(420)
	345	1,530	345	1,530

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 Private Placement of up to 143,111,100 new Shares, representing 10% 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.

The Company had successfully placed out 143,111,000 new Bina Puri Shares pursuant to the Private Placement, which raised cumulative gross proceeds of approximately RM7.5 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	7,390	7,390	-
Expenses in relation to the Private Placement	129	129	-
Total	7,519	7,519	-

The Private Placement has been completed following the listing and quotation of 18,527,627 Placement Shares, being the seventh and final tranche of the Private Placement, on the Main Market of Bursa Securities on 4 October 2021

B7. Group borrowings and debt securities

The group borrowings as at 30 September 2021 were as follows:

	<----- 30 September 2021 ----->			30-Jun-21
	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)	36,911	145,894	182,805	218,188
(ii) Short term loans (unsecured)	41,214	-	41,214	41,214
(iii) Project financing (secured)	210,448	-	210,448	166,744
Total borrowings	288,573	145,894	434,467	426,146

B7. Group borrowings and debt securities (cont'd)

The borrowings were denominated in the following currencies :-

	<----- 30 September 2021 ----->			30-Jun-21
	Secured	Unsecured	Total	Total
	RM'000	RM'000	RM'000	RM'000
(i) Ringgit Malaysia	366,638	41,214	407,852	400,128
(ii) United States Dollar	17,123	-	17,123	16,485
(iii) Indonesian Rupiah	1,456	-	1,456	1,496
(iv) Brunei Dollar	8,036	-	8,036	8,037
	<u>393,253</u>	<u>41,214</u>	<u>434,467</u>	<u>426,146</u>

- i. The company secured project financing of RM30mil from AmBank (M) Berhad, of which the bank has demanded for its repayment. The Company is currently negotiating with the bank for loan restructuring.
- ii. The company has been granted for general working capital facilities of RM10mil (with current outstanding of RM2.4 million) by RHB Bank Berhad. The Company currently negotiating with the bank to restructure the loan.

B8. Material Litigations

The Group and the Company have not engaged in any litigation which will have a material effect on the business or financial position of the Group and of the Company except for the following:

I. **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.

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.

B8. 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 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 hearing is fixed on 14 December 2021.

II. 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 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 BPPPL and NHA (“Concession Agreement”). The application was granted on 23 April 2013.

BPPPL commenced the arbitral proceedings on 21 October 2013 claiming for a sum of PKR26,760,300,964 (approximately RM720 million) 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 BPPPL’s claims against NHA as follows:-

a declaration that the termination notice issued by NHA was unlawful repudiation and therefore anticipatory breach of the Concession Agreement; and

BPPPL 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 6 April 2019, the Adjudication Award was filed in High Court of Sindh at Karachi to be enforced and made a rule of court. On 25 November 2019, the Court recognised 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, BPPPL has filed in the enforcement/recovery of award application to the court.

Pending hearing date for BPPL’s recovery of award. BPPL has filed certificate of urgency. (Based on BNM’s exchange rate of PKR1:RM0.0269)

III. Conaire Engineering Sdn. Bhd. – L.L.C (“Conaire”) v (1) BPHD 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

B8. Material Litigation (Cont'd)

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

Dhabi Court against SPK-BPHB JV for, amongst others, AED20,718,958.25 (approximately RM23.6/22790854 million) (“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 judgment to enforce the Abu Dhabi Judgment 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 Judgment”).

On 14 February 2019, SPK and Bina Puri filed an appeal at the Court of Appeal on the High Court Judgment (“Appeal”). On 22 February 2019, SPK and Bina Puri applied to stay the High Court Judgment 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 BPHD’s notice of motion to amend the notice of appeal. On 3 February 2021, the Court of Appeal dismissed BPHD’s appeal and varied the High Court judgement.

BPHB has filed application for leave to appeal in Federal Court on 19 February 2021 and on 5.10.2021, SPK and BPHB had obtained the leave to appeal to Federal Court. The Federal Court directed both parties are to file a record of appeal by 29.11.2021; and a case management is fixed on 29.11.2021 for further directions.

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)

IV. Bina Puri Mining Sdn. Bhd. (“BPM”) v Bukit Biru Quarry Sdn. Bhd. (“BB Quarry”)

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.

On 24 June 2021, BPM’s appeal has been dismissed. BPM has filed application for leave of appeal at Federal Court. The hearing will be fixed for on 9 November 2021.

The hearing on 16 April 2020 was adjourned until further notice due to the Restriction Movement Order. The trial has been fixed for on the 14th -18th February 2022.

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.

B8. Material Litigation (Cont'd)

V. Ideal Heights Development Sdn Bhd (“IHD”) v Jurujati Konsultant Sdn Bhd (“Jurujati”)

Writ and statement of claim was filed by IHD against Jurujati on 30.12.2020 for seeking of refund for fees overpaid to Jurujati amounting to RM565,519.66 as well as general damages, interest, and costs.

In Jurujati defend, there has been no overpayment and alleges that IHD owes a sum of RM380,438.66 for outstanding fees to Jurujati instead.

Currently, both parties are in the midst of complying with the court’s directions on pre-trial documents. No trial dates have been fixed.

On 15.01.2021, IHD filed a writ and a statement of claim at the Shah Alam High Court against Jurujati for loss and damage suffered by IHD as a result of Jurujati’s breach of contract and/or negligence concerning a construction project in Kuantan. The issues in disputes concern the change in design and/or structural drawings, collapse of boardwalk, clogging of the gross pollutant trap.

IHD is claiming for additional costs for the structural of the project in the sum of RM4,293,073.42 as well as general damages, interest, and costs. No trial dates have been fixed for this matter. On 12.10.2021, Jurujati has submitted adjudication actions against IHD arising from a construction project in Kuantan for claim of RM449,088.35

VI. RHB Bank v Bina Puri Holding Bhd (SHAH ALAM HIGH COURT SUIT NO. BA-22NCC-37-03/2020)

A suit was filed by RHB Bank Berhad (“RHB”) against Bina Puri Holding Bhd (“BPHB”) for demand under guarantee and indemnity for bank guarantees provided by it in favour of National Housing Authority of Thailand (“NHA”) in respect of a joint venture agreement dated 9.3.2006 between NHA, Bina Puri (Thailand) Ltd (“BPTL”) and Deva Development Public Co. Ltd.

There was a Thai Court judgment dated 16.8.2019 against BPTL and RHB, which is currently appealed upon and pending a hearing date. However, RHB has called on the revolving bank guarantees with EXIM Bank and unilaterally on 13.11.2019, paid a sum of Thai Baht 323,042,419.28 into the Thai Court.

Taking into account of the aforesaid payments, RHB now claims against BPHB for the balance, i.e., interest and other expenses in total of Thai Baht 93,535,467.66 (RM12,486,330.18) together with interest of 5% p.a from date of judgement until the date of full settlement and costs. RHB subsequently filed an application for a summary judgment on the Thai Baht 93,535,467.66 (RM12,486,330.18) against BPHB.

However, it was dismissed by the High Court. RHB then appealed against the High Court’ decision in dismissing the summary judgment application to the Court of Appeal. The matter is now fixed for case management on 11.10.2021.

The proceedings in the High Court is currently stayed pending the outcome of the appeal. The High Court suit is now fixed for case management on 8.11.2021.

VII. RHB Bank Berhad v Bina Puri Holding Bhd

RHB Bank Berhad filed a Writ Action against Bina Puri and Bina Puri Holdings Bhd at the Shah Alam High Court vide Writ No: BA-22NCC-106-07/2020 on 20.7.2020.

RHB's cause of action against Bina Puri is for their failure to repay the overdraft facility granted to them. The cause of action against Bina Puri Holdings is based on the same facility in the capacity as a.

B8. Material Litigation (Cont'd)

RHB Bank Berhad v Bina Puri Holding Bhd

Guarantor for the said facility. The sums claimed is for a sum of RM3,922,553.54 calculated as at 31.5.2020

RHB filed an application for summary judgment against Bina Puri and Bina Puri Holdings. On 4/2/2021, the Court granted judgment against Bina Puri and Bina Puri Holdings for the sums mentioned above.

On 2.3.2021, Bina Puri and Bina Puri Holdings filed an appeal to the Court of Appeal against the said decision vide Court of Appeal No: B-02(IM)(NCO)-462-03/2021. Bina Puri and Bina Puri Holdings also filed an application for stay of execution which was fixed for hearing on 6/9/2021. The decision of the application for stay of execution was adjourned to 28/12/2021.

The Appeal at the Court of Appeal was heard and dismissed on 7/10/2021 with costs of RM5,000. On 8/10/2021, the application for stay of execution was dismissed with costs of RM4,000.

VIII. Lakehill Resort Development Sdn Bhd (LRDSB) v (1) Bina Puri Properties Sdn Bhd (BPPSB) and (2) Bina Puri Holdings Berhad

Lakehill filed summons on 28 September 2021 for a sum of RM18,356,047.45 for the outstanding land cost and the owner's entitlement at the Shah Alam High Court vide Suit no. BA-22NCVC-381-09/2021 Bina Puri and BPPSB have entered appearance. The next case management date is on 25/10/2021.

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-21	30-Sep-20	30-Sep-21	30-Sep-20
	'000	'000	'000	'000
(a) Basic earnings per share				
Profit after taxation attributable to owners of the Company (RM)	(8,022)	(8,588)	(8,022)	(8,588)
Weighted average number of ordinary shares (Unit):	1,454,150	801,832	1,454,150	801,832
Basic earnings per share (sen)	-0.55	-1.07	-0.55	-1.07

(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 2021 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.