

**BINTAI KINDEN CORPORATION BERHAD**

(Company No. 290870-P)

**Interim Financial Statements for Quarter Ended 30 June 2007****Condensed Consolidated Income Statement  
For First Quarter Ended 30 June 2007**

	Quarter ended		Year ended	
	30.6.2007	30.6.2006	30.6.2007	30.6.2006
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	52,271	74,906	52,271	74,906
Cost of sales	(49,402)	(66,976)	(49,402)	(66,976)
<b>Gross profit</b>	<u>2,869</u>	<u>7,930</u>	<u>2,869</u>	<u>7,930</u>
Other operating income	519	308	519	308
Operating expenses	(12,377)	(5,001)	(12,377)	(5,001)
Gain on disposal of investment	8,836	-	8,836	-
	<u>(153)</u>	<u>3,237</u>	<u>(153)</u>	<u>3,237</u>
Finance costs	(1,259)	(1,887)	(1,259)	(1,887)
Share of results of associates	-	-	-	-
(Loss)/Profit before taxation	<u>(1,412)</u>	<u>1,350</u>	<u>(1,412)</u>	<u>1,350</u>
Taxation	(60)	(942)	(60)	(942)
<b>(Loss)/Profit for the period</b>	<u>(1,472)</u>	<u>408</u>	<u>(1,472)</u>	<u>408</u>
<b>Attributable to:</b>				
Equity holders of the Company	(1,373)	408	(1,373)	408
Minority interests	(99)	-	(99)	-
	<u>(1,472)</u>	<u>408</u>	<u>(1,472)</u>	<u>408</u>
<b>(Loss)/Earnings per share attributable to ordinary equity holders of the parent:</b>				
Basic (sen)	(1.32)	0.40	(1.32)	0.40
Diluted (sen)	(1.32)	0.40	(1.32)	0.40

The unaudited condensed consolidated income statement should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

**BINTAI KINDEN CORPORATION BERHAD**

(Company No. 290870-P)

**Interim Financial Statements for Quarter Ended 30 June 2007****Condensed Consolidated Balance Sheet as at 30 June 2007**

	Unaudited as at 30.6.2007 RM'000	Audited as at 31.3.2007 RM'000
<b>Non Current Assets</b>		
Property, plant and equipment	7,564	7,686
Investment properties	9,085	9,089
Prepaid lease payments	605	607
Quoted investments	6,368	10,329
Other investments	4,012	4,015
Long term receivable	28,732	17,991
Deferred tax assets	3	3
	56,369	49,720
<b>Current Assets</b>		
Property development costs	319	24
Inventories	2,410	2,423
Receivables	306,332	407,863
Non-current assets held for sale	1,312	1,955
Tax recoverable	7,721	7,456
Cash and bank balances	44,034	50,698
	362,128	470,419
<b>Current Liabilities</b>		
Provision for warranty	702	702
Payables	90,527	203,251
Borrowings	211,863	211,549
Provision for taxation	608	547
	303,700	416,049
<b>Net Current Assets</b>	58,428	54,370
<b>Less: Non-Current Liabilities</b>		
Borrowings	(25,825)	(13,402)
	88,972	90,688
<b>Equity</b>		
Share capital	103,889	103,889
Share premium	1,142	1,142
Less: Treasury shares	(3,460)	(3,404)
Reserve on consolidation		
Foreign currency reserve	(219)	(31)
Accumulated losses	(13,194)	(11,821)
<b>Total Equity attributable to equity holders of the Company</b>	88,158	89,775
<b>Minority interest</b>	814	913
<b>Total equity</b>	88,972	90,688
<b>Net assets per share attributable to ordinary equity holders of the parent (sen)</b>	0.85	0.86

The unaudited condensed consolidated balance sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

**BINTAI KINDEN CORPORATION BERHAD**

(Company No. 290870-P)

**Interim Financial Statements for Quarter Ended 30 June 2007****Condensed Statement of Changes In Equity For The Financial Period Ended 30 June 2007**

Group	Attributable to Equity Holders of the Company									
	Non-distributable					Distributable		Total	Minority Interest	Total Equity
	Share Capital	Share Premium	Treasury Share	Reserve on Consolidation	Foreign Exchange Reserve	Accumulated losses	RM'000			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>As at 1 April 2007</b>	103,889	1,142	(3,404)	-	(31)	(11,821)	89,775	913	90,688	
Foreign exchange differences recognised directly in equity:	-	-	-	-	(188)	-	(188)	-	(188)	
Purchase of treasury shares	-	-	(56)	-	-	-	(56)	-	(56)	
Net loss for the period	-	-	-	-	-	(1,373)	(1,373)	(99)	(1,472)	
<b>As at 30 June 2007</b>	<u>103,889</u>	<u>1,142</u>	<u>(3,460)</u>	<u>-</u>	<u>(219)</u>	<u>(13,194)</u>	<u>88,158</u>	<u>814</u>	<u>88,972</u>	
<b>As at 1 April 2006</b>										
- as previously reported	103,889	1,142	(3,403)	3,369	(103)	(15,673)	89,221	730	89,951	
- effect of adopting FRS 3	-	-	-	(3,369)	-	3,369	-	-	-	
<b>As restated at 1 April 2006</b>	<u>103,889</u>	<u>1,142</u>	<u>(3,403)</u>	<u>-</u>	<u>(103)</u>	<u>(12,304)</u>	<u>89,221</u>	<u>730</u>	<u>89,951</u>	
Foreign exchange differences recognised directly in equity:	-	-	-	-	72	-	72	-	72	
Purchase of treasury shares	-	-	(1)	-	-	-	(1)	-	(1)	
Net profit for the year	-	-	-	-	-	483	483	183	666	
<b>As at 31 March 2007</b>	<u>103,889</u>	<u>1,142</u>	<u>(3,404)</u>	<u>-</u>	<u>(31)</u>	<u>(11,821)</u>	<u>89,775</u>	<u>913</u>	<u>90,688</u>	

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

**BINTAI KINDEN CORPORATION BERHAD**  
(Company No. 290870-P)

**Interim Financial Statements for First Quarter Ended 30 June 2007**

**Condensed Cash Flow Statements For The Period Ended 30 June 2007**

	<b>Quarter ended 30.6.2007 RM'000</b>	<b>Quarter ended 30.6.2006 RM'000</b>
<b>Cash Flow from Operating Activities</b>		
(Loss)/Profit before taxation	(1,412)	1,350
Adjustments for non-cash items	(1,362)	(1,271)
<b>Operating cash flow before changes in working capital</b>	<u>(2,774)</u>	<u>79</u>
Net change in current assets	18,310	(1,057)
Net change in current liabilities	(46,387)	(32,785)
Interest paid	(1,259)	(1,887)
Income tax paid	(316)	(670)
<b>Net Cash used in operating activities</b>	<u>(32,426)</u>	<u>(36,320)</u>
<b>Cash Flow from Investing Activities:</b>		
Interest received	195	139
Purchase of treasury shares	(56)	-
Proceeds from disposal of property, plant and equipment	-	48
Proceeds from disposal of investment	12,885	-
Purchase of property, plant and equipment	(852)	(35)
<b>Net cash generated from investing activities</b>	<u>12,172</u>	<u>152</u>
<b>Cash Flow from Financing Activities:</b>		
Fixed deposits pledged with financial institutions	553	396
Proceeds from bank borrowings	184,013	32,861
Repayment of bank borrowings	(156,749)	(25,084)
Repayment to hire purchase creditors	(175)	-
<b>Net cash generated from financing activities</b>	<u>27,642</u>	<u>8,173</u>
Exchange differences on translation of the financial statements of foreign entities	16	16
<b>Net decrease in cash and cash equivalents</b>	<u>7,404</u>	<u>(27,979)</u>
Cash and cash equivalents at beginning of financial period	<u>(20,954)</u>	<u>(5,851)</u>
<b>Cash and cash equivalents at end of financial period</b>	<u><u>(13,550)</u></u>	<u><u>(33,830)</u></u>
<b>Represented by:</b>		
Cash and bank balances	44,034	22,506
Overdrafts	(52,075)	(50,102)
Less: Deposits pledged with financial institutions	(5,509)	(6,234)
	<u>(13,550)</u>	<u>(33,830)</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statement for the year ended 31 March 2007 and the accompanying explanatory notes attached to the interim financial statements.

**Interim Financial Statements for First Quarter Ended 30 June 2007**

**NOTES TO THE INTERIM FINANCIAL STATEMENTS**

**A1. Basis of preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of Financial Reporting Standard 134: Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia") and should be read in conjunction with the Group's audited financial statements for the financial year ended 31 March 2007.

These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2007.

**A2. Changes in accounting policies**

The interim financial statements have been prepared based on accounting policies and methods of computation which are consistent with those adopted in the annual audited financial statements for the financial year ended 31 March 2007, except for the adoption of the following applicable new/revised Financial Reporting Standards ("FRSs") which are mandatory for financial periods beginning on or after 1 October 2006:

FRS 124	Related Party disclosures
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The adoption of FRS 124 has not had any material effect on the Group and the relevant disclosures have been made in Note A14.

**A3. Qualification of financial statements**

The latest audited financial statements of the Group were not subject to any audit qualification.

**A4. Seasonal or Cyclical Factors**

The Group's operations are not materially affected by any seasonal or cyclical factors in a way that the interim results under review may not correlate to the preceding year's corresponding interim results.

**A5. Nature and amount of unusual items**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the current quarter and financial period to-date.

**A6. Nature and amount of changes in estimates**

There were no significant changes in estimates that have had a material effect in the current quarter and financial period to-date.

**BINTAI KINDEN CORPORATION BERHAD**

(Company No. 290870-P)

**Interim Financial Statements for First Quarter Ended 30 June 2007****A7 Debt and equity securities**

During the quarter under review, the Company repurchased 110,300 of its ordinary shares of RM1.00 each for RM55,940.00 at an average price of RM0.51 per share from the open market on the Bursa Malaysia Securities Berhad. These shares are held as treasury shares.

Other than as disclosed above, there was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities by the Group for the interim period under review.

**A8 Dividend paid**

No dividend was paid during the current quarter (FY 2007: Nil).

**A9 Segmental Reporting**

Business segment information of the Group for the financial year ended 30 June 2007 is as follows:

	<b>Specialised electrical and mechanical engineering services RM'000</b>	<b>Turnkey, infrastructure, civil and structural RM'000</b>	<b>Property holding and development RM'000</b>	<b>Investment holding and others RM'000</b>	<b>Total RM'000</b>
<b><u>Operating Revenue</u></b>					
Total sales	40,756	8,615	2,803	1,156	53,330
Inter segment	-	-	-	(1,059)	(1,059)
External sales	40,756	8,615	2,803	97	52,271
<b><u>Results</u></b>					
Segment results	(4,016)	(700)	(260)	4,823	(153)
Finance cost					(1,259)
Loss from ordinary activities before taxation					(1,412)
Taxation					(60)
Loss for the period					(1,472)

**A10 Valuation of property, plant and equipment**

The valuation of property, plant and equipment has been brought forward without any amendments from the preceding year's annual financial statements.

**BINTAI KINDEN CORPORATION BERHAD**  
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**Interim Financial Statements for First Quarter Ended 30 June 2007**

**A11 Material events subsequent to the end of the interim period**

There were no material events subsequent to the end of the interim period that have not been reflected in the financial statements for this interim period.

**A12 Effect of changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter and financial period to-date.

**A13 Changes in contingent liabilities or contingent assets since the last annual balance sheet date**

As at the date of this report, the contingent liabilities of the Group and the Company were as follows:

	<b>Group RM'000</b>	<b>Company RM'000</b>
Corporate Guarantees given to licensed banks for banking facilities granted to subsidiary companies (unsecured)	-	460,618
Bank Guarantee by a subsidiary company in respect of projects	40,724	-
Total as at 30 June 2007	<u>40,724</u>	<u>460,173</u>

**A14 Significant related party transactions**

The significant related party transactions, noted below, have all been undertaken within the mandate approved by the shareholders. The names of the parties referred to by initials are disclosed in full in the annual report as at 31 March 2007.

<b>Nature of the transactions</b>		<b>Current quarter ended 30.6.2007 RM'000</b>	<b>Cumulative year to date 30.6.2007 RM'000</b>
<u>Paid/payable</u>			
OPKH	Rental paid	74	74
LBC	Rental paid	126	126
LBC	Staff secondment	52	52
LBC	Contract fees & purchase of materials	51	51
MAED	Contract fees and purchase of materials	206	206
<u>Received/receivable</u>			
MAED	Contract fees and purchase of materials	125	125

**Interim Financial Statements for First Quarter Ended 30 June 2007**

**ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA**

**B1 Review of performance**

The Group recorded a turnover of RM52.271 million for the first quarter ended 30 June 2007 compared to a turnover of RM74,906 million for the corresponding quarter ended 30 June 2006. The lower turnover for the first quarter was mainly attributable to reduced level of activities from the mega project which was completed in the quarter.

The Group registered a loss before tax of RM1.412 million for the first quarter compared to the profit before tax of RM1.350 million registered in the previous year corresponding quarter representing an adverse movement of RM2.762 million. The adverse movement for the quarter under review was mainly attributable to provisions for doubtful debts amounting to RM6.478 million.

**B2 Material changes in the quarterly results compared to the results of the preceding quarter**

The Group registered a turnover and loss before tax of RM52.271 million and RM1.412 million respectively for the current quarter compared to a turnover and profit before tax of RM73.898 million and RM1.392 million respectively for the preceding quarter. The decrease in turnover and the adverse movement from profit to loss before tax for the quarter under review were mainly attributable to the completion of a mega project in the quarter and provisions for doubtful debts (as explained in B1 above).

**B3 Prospects for year ending 31 March 2008.**

The Board of Directors expects the Group's performance will be satisfactory.

**B4 Variance of actual profit from forecast profit and shortfall in the profit guarantee**

Not applicable.

**B5 Taxation**

Taxation for the financial period ended 30 June 2007 of RM0.06 million comprises current taxation of RM0.06 million. There is no deferred taxation.

The effective tax rate of the Group for the current financial year is lower than the statutory tax rate prevailing in Malaysia as certain income was exempt from tax on capital gains on disposal of an investment.

**B6 Sales of unquoted investments**

There were no sales of unquoted investments and properties in the current quarter.



**Interim Financial Statements for First Quarter Ended 30 June 2007**

**B7 Particulars of purchases or disposals of quoted securities**

(a) Total disposal of quoted securities for the current quarter and financial year to date are as follows:

	<b>Current quarter ended 30.6.2007 RM'000</b>	<b>Cumulative year to date 30.6.2007 RM'000</b>
Costs of disposal	<u>3,962</u>	<u>3,962</u>

(b) The cost and market value of investments in quoted securities as at 30 June 2007 were as follows:

	<b>RM'000</b>
(i) at cost	6,368
(ii) at book value	6,368
(iii) at market value	19,488

**B8 Status of corporate proposals**

Save as disclosed below, there were no announcements of any corporate proposals which have not been completed as at the date of this report.

On 20 April 2006, the Company announced to Bursa Malaysia that it proposed to undertake the private placement of up to 10% of the existing issued and paid-up share capital of the Company. The proposed private placement was approved by the Securities Commission ("SC") on 7 June 2006. On 19 June 2007, the SC granted an extension of time to the Company of six (6) months from 8 June 2007 to 7 December 2007 for the implementation of the Private Placement.

**B9 Group Borrowings and Debt Securities**

The Group's borrowings as at 30 June 2007 were as follows:

<b>Short Term – secured</b>	<b>RM'000</b>
Overdrafts	52,075
Revolving credits/Short term loan	158,213
Bills payable	<u>25,800</u>
	236,088
Hire purchase creditors	<u>1,600</u>
<b>Total borrowings</b>	<u><u>237,688</u></u>

**Currencies in which total borrowings are denominated:**

	<b>RM'000</b>
-Ringgit Malaysia	179,908
-USD	<u>57,780</u>
	<u><u>237,688</u></u>

## BINTAI KINDEN CORPORATION BERHAD

(Company No. 290870-P)

### Interim Financial Statements for First Quarter Ended 30 June 2007

#### B10 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk as at the date of this report.

#### B11 Changes in Material Litigation

Save as disclosed below, there have been no changes in material litigation since the last audited financial statements for the year ended 31 March 2007:-

An action has been brought against one of the Company's subsidiaries, Kejuruteraan Bintai Kindenko Sdn Bhd ("KBK") by Malayan Banking Berhad ("MBB") as the fourth defendant of the suit for an amount totalling RM19,108,051.18 in relation to a notice of assignment of contract proceeds payable by KBK to a sub-contractor in favour of MBB. MBB has filed a summary judgement application for that sum and the application is scheduled to be heard on 28 September 2007. KBK denies the amount claimed by MBB.

#### B12 Dividend

No interim dividend is being declared for the quarter under review (FY 2007: Nil).

#### B13 Loss per share

##### *Basic loss per share*

Basic loss per share of the Group is calculated by dividing the net loss attributable to ordinary equity holders by the weighted average number of ordinary shares outstanding during the period.

	<b>Current quarter ended 30.6.2007</b>	<b>Cumulative Year To Date 30.6.2007</b>
Net loss attributable to ordinary equity holders (RM)	(1,373,000)	(1,373,000)
Weighted average number of ordinary shares in issue	103,889,253	103,889,253
Basic loss per share (sen)	(1.32)	(1.32)

**BINTAI KINDEN CORPORATION BERHAD**  
(Company No. 290870-P)

**Interim Financial Statements for First Quarter Ended 30 June 2007**

**B13 Loss per share (Cont'd)**

*Diluted loss per share*

The calculation of diluted loss per share is consistent with the calculation of basic loss per share while giving effect to all dilutive potential ordinary shares arising from share options that were outstanding during the period.

	<b>Current quarter ended 30.6.2007</b>	<b>Cumulative Year To Date 30.6.2007</b>
Net loss attributable to ordinary equity holders (RM)	(1,373,000)	(1,373,000)
Weighted average number of ordinary shares in issue	103,889,253	103,889,253
Effect of dilution: Share options	-	-
Adjusted weighted average number of ordinary shares in issue and issuable	103,889,253	103,889,253
Diluted loss per share (sen)	(1.32)	(1.32)

**B14 Authorisation for Issue**

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors on 29 August 2007

By Order of the Board

Lim Jong Joan  
Secretary

Kuala Lumpur

29 August 2007