

BINTAI KINDEN CORPORATION BERHAD
(Company No:290870P)

Unaudited Interim Financial Statements for Quarter Ended 31 March 2010

**Condensed Consolidated Income Statement
For The Quarter and Year Ended 31 March 2010**

| | QUARTER ENDED | | CUMULATIVE YEAR TO DATE | |
|---|----------------------|----------------------|-------------------------|----------------------|
| | 31.03.2010 RM'000 | 31.03.2009 RM'000 | 31.03.2010 RM'000 | 31.03.2009 RM'000 |
| Revenue | 89,551 | 56,527 | 376,421 | 187,248 |
| Cost of sales | (75,055) | (37,868) | (342,140) | (150,011) |
| Gross profit | 14,496 | 18,659 | 34,281 | 37,237 |
| Other operating income | 3,417 | 1,991 | 5,476 | 3,612 |
| Operating expenses | (11,050) | (18,285) | (29,020) | (28,943) |
| Gain on partial disposal of subsidiary | - | - | 301 | - |
| Profit from operations | 6,863 | 2,365 | 11,038 | 11,906 |
| Finance costs | (1,466) | (1,372) | (6,252) | (6,476) |
| Share of results of associated companies | (164) | 55 | 3,089 | 209 |
| Profit before taxation | 5,233 | 1,048 | 7,875 | 5,639 |
| Income tax expense | (2,485) | (377) | (2,480) | (235) |
| Net profit for the period | 2,748 | 671 | 5,395 | 5,404 |
| Attributable to: - | | | | |
| Equity holders of the Company | 1,019 | 69 | 364 | 4,103 |
| Minority Interests | 1,729 | 602 | 5,031 | 1,301 |
| Net profit for the period | 2,748 | 671 | 5,395 | 5,404 |
| Earnings per share attributable to ordinary equity holders of the Company: | | | | |
| (i) Basic (sen) | 1.00 | 0.07 | 0.36 | 4.03 |
| (ii) Fully diluted (sen) | 1.00 | 0.07 | 0.36 | 4.03 |

The unaudited Condensed Consolidated Income Statement should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements .

BINTAI KINDEN CORPORATION BERHAD
(Company No:290870P)

Unaudited Interim Financial Statements for Quarter Ended 31 March 2010

Condensed Consolidated Balance Sheet as at 31 March 2010

| | Unaudited | (Restated) |
|--|-------------------|-------------------|
| | As at | Audited |
| | 31.03.2010 | 31.03.2009 |
| | RM'000 | RM'000 |
| Non-Current Assets | | |
| Property, plant and equipment | 5,534 | 6,674 |
| Investment properties | 7,498 | 8,858 |
| Prepaid land lease payments | 586 | 594 |
| Investments in associates | 3,298 | 209 |
| Other investments | 3,377 | 4,312 |
| Long term receivables | 61,749 | 69,261 |
| | <u>82,042</u> | <u>89,908</u> |
| Current Assets | | |
| Development property expenditure | 12,226 | 12,201 |
| Inventories | 1,782 | 2,111 |
| Receivables | 277,466 | 357,405 |
| Tax recoverable | 35 | 3 |
| Non-current assets held for sale | - | 1,082 |
| Cash and bank balances | 48,606 | 45,425 |
| | <u>340,115</u> | <u>418,227</u> |
| Current Liabilities | | |
| Provisions for warranties | 4,554 | 4,745 |
| Payables | 165,676 | 265,247 |
| Provision for taxation | 2,397 | 22 |
| Borrowings | 127,261 | 143,824 |
| | <u>299,888</u> | <u>413,838</u> |
| Net Current Assets | 40,227 | 4,389 |
| Less: Non-Current Liabilities | | |
| Borrowings | 51,907 | 28,664 |
| | <u>70,362</u> | <u>65,633</u> |
| Equity Attributable to Equity Holders of the Company | | |
| Share capital | 103,889 | 103,889 |
| Share premium | 1,142 | 1,142 |
| Less: Cost of treasury shares | (3,462) | (3,462) |
| Accumulated losses | (38,007) | (37,709) |
| Foreign currency translation reserve | (356) | 473 |
| Shareholders' Equity | 63,206 | 64,333 |
| Minority Interests | 7,156 | 1,300 |
| Total Equity | <u>70,362</u> | <u>65,633</u> |
| Net Assets per Share Attributable to Ordinary Equity Holders of the Company (sen) | 61 | 62 |

The unaudited Condensed Consolidated Balance Sheet should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements .

BINTAI KINDEN CORPORATION BERHAD
(Company No:290870P)

Unaudited Interim Financial Statements for Quarter Ended 31 March 2010

Condensed Consolidated Cash Flow Statements For The Year Ended 31 March 2010

| | Unaudited Year Ended 31.03.2010 RM'000 | Audited Year Ended 31.03.2009 RM'000 |
|--|---|---|
| Operating activities | | |
| Profit before taxation | 7,875 | 5,639 |
| Adjustments for:- | | |
| Non-cash items | 13,481 | 18,727 |
| Operating profit before working capital changes | 21,356 | 24,366 |
| Net changes in current assets | (14,193) | (83,886) |
| Net changes in current liabilities | (7,931) | 79,737 |
| Interest paid | (6,252) | (6,476) |
| Tax (paid)/refund | (43) | 4,189 |
| Net cash flows from operating activities | (7,063) | 17,930 |
| Investing activities | | |
| Dividend received | 1 | 1 |
| Proceeds from issuance of shares to minority interests | 1 | - |
| Proceeds from disposal of non-current assets held for sale | 1,083 | 266 |
| Proceeds from disposal of investment properties | 1,490 | - |
| Proceeds from partial disposal of subsidiary | 715 | - |
| Proceeds from disposal of property, plant and equipment | 3,539 | 240 |
| Purchase of property, plant and equipment | (183) | (764) |
| Interest received | 57 | 771 |
| Purchase of treasury shares | - | (1) |
| Purchase of other investment | (464) | - |
| Net cash flows from investing activities | 6,239 | 513 |
| Financing activities | | |
| Proceeds from short term bank borrowings | 86,520 | 41,967 |
| Repayment of bank borrowings | (70,665) | (48,236) |
| Fixed deposits pledged with financial institutions | (5,750) | (2,949) |
| Proceeds from hire purchase creditors | 877 | 311 |
| Repayments of hire purchase creditors | (1,503) | (227) |
| Net cash flows from financing activities | 9,479 | (9,134) |
| Net change in cash and cash equivalents | 8,655 | 9,309 |
| Currency translation difference | (1,891) | 142 |
| Cash and cash equivalents at beginning of financial period | (19,132) | (28,583) |
| Cash and cash equivalents at end of financial period | (12,368) | (19,132) |
| Cash and cash equivalents comprise: | | |
| Deposits, bank and cash balances | 48,606 | 45,425 |
| Bank overdrafts | (51,896) | (61,140) |
| Deposits with licensed bank pledged as security | (9,078) | (3,417) |
| | (12,368) | (19,132) |

The unaudited Condensed Consolidated Cash Flow Statement should be read in conjunction with the audited financial statements for the year ended 31 March 2009 and the accompanying explanatory notes attached to the interim financial statements .

BINTAI KINDEN CORPORATION BERHAD
(Company No:290870P)

Unaudited Interim Financial Statements for Quarter Ended 31 March 2010

Condensed Statement of Changes In Equity For The Year Ended 31 March 2010

| | Share Capital RM'000 | Share Premium RM'000 | Treasury Shares RM'000 | Exchange Reserve RM'000 | Retained Profit RM'000 | Shareholders' Equity RM'000 | Minority Interests RM'000 | Total Equity RM'000 |
|--|----------------------------|----------------------------|------------------------------|-------------------------------|------------------------------|-----------------------------------|---------------------------------|---------------------------|
| As at 1 April 2009 | 103,889 | 1,142 | (3,462) | 473 | (37,709) | 64,333 | 1,300 | 65,633 |
| Foreign exchange differences recognised directly in equity | - | - | - | (829) | - | (829) | - | (829) |
| Net profit recognised directly in equity | - | - | - | (829) | - | (829) | - | (829) |
| Partial disposal of subsidiary | - | - | - | - | (662) | (662) | 825 | 163 |
| Net profit for the year | - | - | - | - | 364 | 364 | 5,031 | 5,395 |
| As at 31 March 2010 | <u>103,889</u> | <u>1,142</u> | <u>(3,462)</u> | <u>(356)</u> | <u>(38,007)</u> | <u>63,206</u> | <u>7,156</u> | <u>70,362</u> |
| As at 1 April 2008 | 103,889 | 1,142 | (3,461) | 168 | (41,813) | 59,925 | - | 59,925 |
| Foreign exchange differences recognised directly in equity | - | - | - | 305 | - | 305 | - | 305 |
| Net profit recognised directly in equity | - | - | - | 305 | - | 305 | - | 305 |
| Purchase of Company's own shares | - | - | (1) | - | - | (1) | - | (1) |
| Net profit for the year | - | - | - | - | 4,104 | 4,104 | 1,300 | 5,404 |
| As at 31 March 2009 | <u>103,889</u> | <u>1,142</u> | <u>(3,462)</u> | <u>473</u> | <u>(37,709)</u> | <u>64,333</u> | <u>1,300</u> | <u>65,633</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 2009 and the accompanying explanatory notes attached to the interim financial statements.

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

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 (“FRS”) 134 (formerly known as MASB 26): 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 audited financial statements of the Group for the financial year ended 31 March 2009.

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 2009.

A2 Qualification of financial statements

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

A3 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.

A4 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.

A5 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.

A6 Debt and equity securities

There was no issuance, cancellation, repurchase, resale and repayment of debt and equity securities by the Group for the quarter under review.

A7 Dividend paid

No dividend was paid during the current quarter (FY2009: Nil).

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

A8 Segmental Reporting

Business segment information of the Group for the year ended 31 March 2010 is as follows:

| | Specialised mechanical and electrical engineering services RM'000 | Turnkey, infra & C&S RM'000 | Property holding and development RM'000 | Investment holding and others RM'000 | Total RM'000 |
|---|--|--|--|---|-------------------------|
| Operating Revenue | 323,604 | 52,625 | 50 | 142 | 376,421 |
| Segment results | 22,390 | (3,025) | 2,133 | (10,460) | 11,038 |
| Finance costs | | | | | (6,252) |
| Share of results of associated companies | | | | | 3,089 |
| Profit from ordinary activities before taxation | | | | | 7,875 |
| Income tax | | | | | (2,480) |
| Profit for the financial year | | | | | <u>5,395</u> |

A9 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 audited annual financial statements.

A10 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.

A11 Effect of changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter.

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

A12 Changes in contingent liabilities or contingent assets since the last annual balance sheet date

As at 31 March 2010, the contingent liabilities of the Group and the Company were as follows:

| | Group RM'000 | Company RM'000 |
|---|-------------------------|---------------------------|
| Corporate Guarantees given to licensed banks for banking facilities granted to subsidiaries | - | 346,577 |
| Bank Guarantee by a subsidiary in respect of projects | 46,754 | - |
| Total as at 31 March 2010 | <u>46,754</u> | <u>346,577</u> |

A13 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 2009.

| | Nature of transactions | Current quarter ended 31.03.2010 RM'000 | Cumulative year to date 31.03.2010 RM'000 |
|-------------------|-----------------------------------|--|--|
| <u>Payable</u> | | | |
| OPKH | Rental | 74 | 295 |
| <u>Receivable</u> | | | |
| KBK LLC | Working capital | 327 | 967 |
| LSB | Working capital | (32) | - |
| BKE | Working capital | (400) | (2,401) |

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

Additional information required by the listing requirements of Bursa Malaysia

B1 Review of performance

The Group recorded a turnover of RM89.6 million for the quarter ended 31 March 2010 compared to RM56.5 million for the corresponding quarter of the previous financial year. The profit before taxation for the current quarter was RM5.2 million compared to a profit before tax of RM1.0 million for the corresponding quarter of the previous financial year.

The turnover of the current quarter under review is higher compared to the corresponding quarter of the previous financial year principally due to a significantly higher contribution from the Singapore subsidiary which had an increased level of activity. The profit before taxation in the current quarter reflects significantly lower operating expenses, due to lower provisions against debts and higher other operating income arising from the disposal of some properties, partially offset by a reduction in the carrying value of certain quoted securities now held at market value following reclassification as investments held for sale.

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

The Group recorded a turnover of RM89.6 million and a profit before taxation of RM5.2 million for the current quarter compared to a turnover of RM85.4 million and a loss before taxation of RM0.4 million for the immediately preceding quarter.

The positive turnaround in profit from the immediately preceding quarter is due to an improved gross margin on contracts, higher other operating income and lower finance costs for the current quarter partially offset by higher operating expenses, a reduction in the carrying value of certain quoted securities as described in B1 above and the lower contribution from an associated company.

B3 Prospects

Despite the recent European debt crisis, the Board does not expect any significant impact on the construction sector in the Asian region in the short term. The Group is currently bidding for several projects in Malaysia and South East Asia region and is optimistic of its chances. Together with the ongoing projects, the Group expects a satisfactory performance in the next financial year.

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

Not applicable.

BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010

B5 Income tax expense

The taxation charge for the current quarter ended 31 March 2010 comprises:

| | Current quarter ended 31.03.2010 RM'000 | Cumulative year to date 31.03.2010 RM'000 |
|--------------------------------|---|---|
| Current period | (2,489) | (2,489) |
| Under-provision in prior years | 4 | (15) |
| Over-provision in prior years | - | 24 |
| Total tax provision | (2,485) | (2,480) |

The low tax charge for the year reflects profit earned in Singapore relieved by tax losses brought forward from previous years but which have now been fully utilized.

B6 Profits/(Losses) on sale of unquoted investments and/or properties

There were no disposals of unquoted investments in the current quarter. Profits on disposal of properties for the year amounted to RM1.15 million.

B7 Particulars of purchase or disposal of quoted securities

- (a) There were no purchases or disposals of quoted securities for the current quarter and financial year to date.
- (b) The cost and market value of investments in quoted securities as at 31 March 2010 were as follows:

| | |
|-----------------------|---------------|
| | RM'000 |
| (i) at cost | 6,638 |
| (ii) at book value | 2,481 |
| (iii) at market value | 2,481 |

B8 Status of corporate proposals

There were no announcements of any corporate proposals which have not been completed or cancelled at the date of this report.

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

B9 Group Borrowings and Debt Securities

The Group's borrowings as at 31 March 2010 were as follows:

| | RM'000 |
|--|----------------|
| Short Term | |
| Overdrafts | 51,896 |
| Revolving credit | 43,450 |
| Term loan | 10,527 |
| Bills payable | 21,042 |
| Hire purchase payables | 346 |
| | <u>127,261</u> |
| | RM'000 |
| Long term | |
| Term loan | 50,877 |
| Hire purchase payables | 1,030 |
| | <u>51,907</u> |
| Currencies in which total borrowings are denominated: | |
| -Ringgit Malaysia | 175,825 |
| -Singapore Dollar | 3,343 |
| Total borrowings | <u>179,168</u> |

B10 Off balance sheet financial instruments

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

B11 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 2009. In the following cases, all of which have been previously reported, the case management has progressed as follows:-

- a) In the action 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 of RM19,108,051.18, the matter has been fixed for mention on 02 June 2010. KBK remains confident that no liability will arise in respect of this suit.

**BINTAI KINDEN CORPORATION BERHAD (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FOURTH QUARTER ENDED 31 MARCH 2010**

B11 Material Litigation (Cont'd)

- b) In the action brought against KBK by Asie in relation to two maintenance bonds amounting to RM2.5 million, summary judgment has been granted but KBK has filed an appeal to the Court of Appeal, for which the hearing has not yet been fixed. KBK has a counterclaim against Asie and this has been fixed for case management on 29 July 2010. Trial will only be fixed after the parties have complied with all the case management directions.
- c) In respect of a petition served on KBK by the five founder shareholders of Lereno Sdn Bhd (“LSB”), which alleges that KBK has, inter alia, acted unlawfully and has sought with others to take over LSB, but in respect of which the claim has not been quantified. The Court has directed the Petitioners to file their Affidavit in Reply by 04 June 2010 and KBK by 10 June 2010. The date for the next hearing has not been fixed yet.

B12 Dividend

No interim dividend is being declared for the quarter under review (FY2009: Nil).

B13 Earnings per share

Basic earnings per share

Basic earnings per share of the Group is calculated by dividing the net profit attributable to ordinary shareholders by the weighted average number of ordinary shares outstanding during the period.

| | Current quarter ended 31.03.2010 | Cumulative year to date 31.03.2010 |
|--|---|---|
| Net profit attributable to ordinary equity holders of the Company (RM) | 1,019,000 | 364,000 |
| Weighted average number of ordinary shares in issue | 101,891,653 | 101,891,653 |
| Basic earnings per share (sen) | 1.00 | 0.36 |

Diluted earnings per share

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

For the current quarter and year ended 31 March 2010, there was no dilutive effect and no adjustment is required to the basic earnings per share shown above

By Order of the Board

Low Siok Heong
Company Secretary

Date: 27 May 2010