

Unaudited Condensed Consolidated Statements Of Profit Or Loss And Other Comprehensive Income  
For Quarter And Period Ended 30 June 2020

	Note	QUARTER ENDED		CUMULATIVE PERIOD TO DATE	
		30.06.20 RM'000	30.06.19 RM'000	30.06.20 RM'000	30.06.19 RM'000
Revenue		13,689	13,600	13,689	13,600
Cost of sales		(10,197)	(13,292)	(10,197)	(13,292)
<b>Gross profit</b>		<b>3,492</b>	<b>308</b>	<b>3,492</b>	<b>308</b>
Other income		66	18,195	66	18,195
Operating expenses		(3,523)	(5,148)	(3,523)	(5,148)
<b>Results from operating activities</b>		<b>35</b>	<b>13,355</b>	<b>35</b>	<b>13,355</b>
Interest income		1	8	1	8
Finance costs		(650)	(2,264)	(650)	(2,264)
<b>Net finance costs</b>		<b>(649)</b>	<b>(2,256)</b>	<b>(649)</b>	<b>(2,256)</b>
Share of results in a joint venture		(815)	-	(815)	-
Share of results in associates		(34)	4	(34)	4
<b>(Loss)/Profit before taxation</b>		<b>(1,463)</b>	<b>11,103</b>	<b>(1,463)</b>	<b>11,103</b>
Income tax expense	B6	-	-	-	-
<b>(Loss)/Profit for the period</b>		<b>(1,463)</b>	<b>11,103</b>	<b>(1,463)</b>	<b>11,103</b>
<b>Other comprehensive income</b>					
<b>Items that are or may be reclassified to profit or loss</b>					
Changes in fair value of equity investments measured at fair value through other comprehensive income		7	3	7	3
<b>Other comprehensive income for the period</b>		<b>7</b>	<b>3</b>	<b>7</b>	<b>3</b>
<b>Total comprehensive (loss)/income for the period</b>		<b>(1,456)</b>	<b>11,106</b>	<b>(1,456)</b>	<b>11,106</b>
<b>(Loss)/Profit attributable to: -</b>					
Owners of the Company		(1,309)	11,224	(1,309)	11,224
Non-controlling interests		(154)	(121)	(154)	(121)
<b>(Loss)/Profit for the period</b>		<b>(1,463)</b>	<b>11,103</b>	<b>(1,463)</b>	<b>11,103</b>
<b>Total comprehensive (loss)/income attributable to: -</b>					
Owners of the Company		(1,302)	11,227	(1,302)	11,227
Non-controlling interests		(154)	(121)	(154)	(121)
<b>Total comprehensive (loss)/income for the period</b>		<b>(1,456)</b>	<b>11,106</b>	<b>(1,456)</b>	<b>11,106</b>
<b>(Loss)/Earnings per share attributable to owners of the Company (sen)</b>					
Basic	B13	(0.70)	3.90	(0.70)	3.90
Diluted	B13	(0.70)	3.90	(0.70)	3.90

This unaudited Condensed Consolidated Statements of Profit Or Loss And Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2020

**BINTAI KINDEN CORPORATION BERHAD**

Company No: 199401005191 (290870P)

**Unaudited Condensed Consolidated Statements of Financial Position as at 30 June 2020**

	Note	Unaudited As at 30.06.20 RM'000	Audited As at 31.03.20 RM'000
<b>Assets</b>			
Property, plant and equipment		64,648	65,537
Investment properties		6,156	6,156
Goodwill		15,050	15,050
Investment in associates		765	798
Investment in a joint venture		3	818
Other investments		31,640	31,633
Concession receivables		129,360	128,634
Right-of-use assets		627	290
<b>Total Non-Current Assets</b>		<u>248,249</u>	<u>248,916</u>
Concession receivables		141	167
Contract assets		6,255	14,999
Trade and other receivables		84,321	72,598
Tax recoverable		309	309
Deposits, cash and bank balances		4,891	3,724
<b>Total Current Assets</b>		<u>95,917</u>	<u>91,797</u>
<b>Total Assets</b>		<u>344,166</u>	<u>340,713</u>
<b>Equity</b>			
Share capital		59,511	59,511
Reserves		15,007	16,309
<b>Equity attributable to owners of the Company</b>		<u>74,518</u>	<u>75,820</u>
<b>Non-controlling interests</b>		<u>24,239</u>	<u>24,393</u>
<b>Total Equity</b>		<u>98,757</u>	<u>100,213</u>
<b>Liabilities</b>			
Bank borrowings	B8	102,845	103,018
Lease liabilities		7,537	7,318
Deferred tax liabilities		6,557	6,557
<b>Total Non-Current Liabilities</b>		<u>116,939</u>	<u>116,893</u>
Contract liabilities		11,862	10,622
Trade and other payables		59,191	61,882
Bank borrowings	B8	55,845	49,782
Lease liabilities		432	181
Provision for taxation		1,140	1,140
<b>Total Current Liabilities</b>		<u>128,470</u>	<u>123,607</u>
<b>Total Liabilities</b>		<u>245,409</u>	<u>240,500</u>
<b>Total Equity and Liabilities</b>		<u>344,166</u>	<u>340,713</u>
<b>Net asset per share attributable to owners of the Company (sen)</b>		39.87	26.36

This unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2020

**Unaudited Condensed Consolidated Statements Of Cash Flow For The Quarter And Period Ended 30 June 2020**

	Unaudited Period Ended 30.06.20 RM'000	Unaudited Period Ended 30.06.19 RM'000
<b>Cash flows from operating activities</b>		
(Loss)/Profit before taxation	(1,463)	11,103
<b>Adjustments for:-</b>		
Net interest expense	649	2,343
Depreciation of property, plant and equipment	259	302
Share of result in associates and a joint venture	849	(4)
Loss on disposal of property, plant and equipment	203	-
Other non-cash items	373	(12,193)
<b>Operating cash flows before changes in working capital</b>	870	1,551
Net change in concession receivables	(498)	(6,843)
Net change in current assets	(3,136)	27,889
Net change in current liabilities	(1,351)	(15,917)
<b>Cash (used in)/generated from operation</b>	(4,115)	6,680
Interest paid	(822)	(2,351)
Interest received	1	8
<b>Net cash (used in)/generated from operating activities</b>	(4,936)	4,337
<b>Cash flows from investing activities</b>		
Investment in an associate	-	(1,300)
Proceeds from disposal of quoted shares	-	38
Proceeds from disposal of associate company	-	35
Proceeds from disposal of property, plant and equipment	268	-
Purchase of property, plant and equipment	(44)	(19)
<b>Net cash generated from/(used in) investing activities</b>	224	(1,246)
<b>Cash flows from financing activities</b>		
Change in deposits pledged with licensed banks	(194)	1,220
Drawdown from bank borrowings	8,579	9,168
Repayments of bank borrowings	(968)	(1,492)
Repayments of hire purchase liabilities	(281)	(64)
Repayments of lease liabilities	(12)	(114)
<b>Net cash generated from financing activities</b>	7,124	8,718
Net change in cash and cash equivalents	2,412	11,809
Effect of foreign exchange rate difference	-	1
Cash and cash equivalents at 1 April	(11,411)	(12,379)
<b>Cash and cash equivalents for the period</b>	(8,999)	(569)
<b>Represented by:</b>		
Deposits placed with licensed banks, cash and bank balances	4,891	5,624
Bank overdrafts	(12,996)	(5,865)
Less : Deposits pledged with licensed banks	(894)	(328)
	(8,999)	(569)

This unaudited Condensed Consolidated Statements of Cash Flows should be read in conjunction with the audited financial statements for the Period ended 31 March 2020

Unaudited Condensed Consolidated Statements of Changes in Equity For The Quarter And Period Ended 30 June 2020

	Attributable to owners of the Company								Total	Non-Controlling Interests	Total Equity
	Non-distributable				Distributable						
	Share Capital	Capital Reserve	Warrant Reserve	Fair Value Reserve	Revaluation Reserve	Treasury Shares	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>At 1 April 2020</b>	59,511	21,039	10,070	(3,918)	26,099	(3,462)	(33,519)	75,820	24,393	100,213	
<b>Movement during the period</b>											
Loss for the period	-	-	-	-	-	-	(1,309)	(1,309)	(154)	(1,463)	
Changes in fair value of equity investments measured at fair value through other comprehensive income	-	-	-	7	-	-	-	7	-	7	
<b>Total comprehensive income/(loss) for the period</b>	-	-	-	7	-	-	(1,309)	(1,302)	(154)	(1,456)	
<b>At 30 June 2020</b>	59,511	21,039	10,070	(3,911)	26,099	(3,462)	(34,828)	74,518	24,239	98,757	
<b>At 1 April 2019</b>	59,511	21,039	10,070	(3,691)	26,936	(3,462)	(30,588)	79,815	25,843	105,658	
<b>Movement during the period</b>											
Profit/(Loss) for the period	-	-	-	-	-	-	11,224	11,224	(121)	11,103	
Changes in fair value of equity investments measured at fair value through other comprehensive income	-	-	-	3	-	-	-	3	-	3	
<b>Total comprehensive income/(loss) for the period</b>	-	-	-	3	-	-	11,224	11,227	(121)	11,106	
<b>Movement within equity</b>											
Disposal of equity investment measured at fair value through other comprehensive income	-	-	-	2,573	-	-	(2,573)	-	-	-	
<b>At 30 June 2019</b>	59,511	21,039	10,070	(1,115)	26,936	(3,462)	(21,937)	91,042	25,722	116,764	

This unaudited Condensed Consolidated Statement of Changes In Equity should be read in conjunction with the audited financial statements for the year ended 31 March 2020

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**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 Malaysian Financial Reporting Standards ("MFRS") 134 Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad. These interim financial statements also comply with IAS34 Interim Financial Reporting issued by the International Accounting Standards Board.

The interim financial statements should be read in conjunction with the audited financial statements of the Group for the financial year ended 31 March 2020. These explanatory notes attached to the interim financial statements 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 2020.

**A2 Changes in Accounting Policies**

The significant accounting policies and method of computation applied in the unaudited condensed interim financial statements are consistent with those adopted in the most recent annual financial statements for the financial year ended 31 March 2020.

**A3 Seasonal or Cyclical Factors**

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

**A6 Issues, Cancellations, Repurchase, Resale and Repayments of Debt and Equity Securities**

There were no issuances, repurchases, cancellations, resale and repayments of debts and equity securities during the current quarter and financial year to-date.

**A7 Dividend Paid**

No dividend was paid for the period under review.

**A8 Valuation of Property, Plant and Equipment**

No valuation of property, plant and equipment for the period under review.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)**  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**A9 Segment Information**

Business segment information of the Group for the period ended are as follows:

**3 months period ended 30 June 2020**

<b>Revenue</b>	<b>Specialised mechanical and electrical engineering RM'000</b>	<b>Investment holdings and others RM'000</b>	<b>Turnkey, infrastructure &amp; civil and structure RM'000</b>	<b>Property development RM'000</b>	<b>Concession arrangements RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidated RM'000</b>
External	10,166	-	-	-	3,523	-	13,689
Inter segment	-	-	-	-	13	(13)	-
<b>Total revenue</b>	<b>10,166</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,536</b>	<b>(13)</b>	<b>13,689</b>
<b>Segment results, (loss)/profit before taxation</b>	<b>(3,614)</b>	<b>(675)</b>	<b>(359)</b>	<b>(14)</b>	<b>3,129</b>	<b>70</b>	<b>(1,463)</b>

**Results-debit/(credit)**

Interest income	(1)	-	-	-	-	-	(1)
Interest expense	501	149	-	-	-	-	650
Depreciation of property, plant and equipment	92	166	1	-	-	-	259
Share of results in a joint venture	815	-	-	-	-	-	815
Share of results in associate	-	34	-	-	-	-	34
Loss on disposal of property, plant and equipment	203	-	-	-	-	-	203
Other non-cash items:							
Allowance for expected credit loss on receivables	221	-	-	-	75	-	296
Depreciation of right of use assets	78	-	-	-	-	-	78
Unrealised gain on foreign exchange, net	(1)	-	-	-	-	-	(1)

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**A9 Segment Information (cont'd)**

Business segment information of the Group for the period ended are as follows:

	Specialised mechanical and electrical engineering RM'000	Investment holdings and others RM'000	Turnkey, infrastructure & civil and structure development RM'000	Property development arrangements RM'000	Concession RM'000	Elimination RM'000	Consolidated RM'000
<b>3 months period ended 30 June 2019</b>							
<b>Revenue</b>							
External	6,383	-	-	-	7,217	-	13,600
Inter segment	-	-	2,113	-	-	(2,113)	-
<b>Total revenue</b>	<b>6,383</b>	<b>-</b>	<b>2,113</b>	<b>-</b>	<b>7,217</b>	<b>(2,113)</b>	<b>13,600</b>
Segment results, profit/(loss) before taxation	853	13,755	(443)	-	(2,693)	(369)	11,103
<b>Results-debit/(credit)</b>							
Interest income	(8)	-	-	-	-	-	(8)
Interest expense	555	5	-	-	1,791	-	2,351
Depreciation of property, plant and equipment	88	213	-	-	1	-	302
Depreciation of right of use assets	101	-	1	-	-	-	102
Share of results in associate	-	(4)	-	-	-	-	(4)
Other non-cash expenses:							
Loss on disposal of other investment	-	37	-	-	-	-	37
Unrealised gain on foreign exchange, net	-	(1)	-	-	-	-	(1)

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**A10 Related Party Transactions**

There were no significant related party transactions for the current quarter and financial year to-date under review.

**A11 Changes in the Composition of the Group**

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

**A12 Capital Commitments**

There are no capital commitments that have not been provided for in the interim financial report as at 30 June 2020.



**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)**  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

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

**B1 Review of Performance**

Group	Quarter ended		3 months period ended	
	Q1 2021 RM'000	Q1 2020 RM'000	30.06.20 RM'000	30.06.19 RM'000
Revenue	13,689	13,600	13,689	13,600
Gross profit margin (%)	25.51%	2.26%	25.51%	2.26%
(Loss)/Profit before taxation	(1,463)	11,103	(1,463)	11,103
(Loss)/Profit after taxation	(1,463)	11,103	(1,463)	11,103

Quarter review and 3 months period ended review

The Group posted a revenue of RM13.69 million in the current quarter ended 30 June 2020 ("Q1 2021") against RM13.60 million in the corresponding quarter ended 30 June 2020 ("Q1 2020"), a slight increase of approximately RM0.08 million, primarily contributed by the concession arrangement segment and mechanical and electrical engineering segment where approval has been obtained from MITI with restricted Standard Operating Procedures ("SOP") imposed. The Group reported high gross profit margin of 25.51% in Q1 2021 as compared to 2.26% in the preceding year corresponding quarter, primarily contributed by the concession arrangements segments.

Loss before taxation of RM1.46 million was recorded in Q1 2021 as compared to profit before taxation of RM11.10 million in Q1 2020, due to various phase of Movement Control Order ("MCO") implemented as preventive measure by the Federal Government of Malaysia in response to the Covid-19 pandemic in the country. In addition, there were bad debts of RM12.50 million recovered from a former associate company in Q1 2020.

**B2 Review of Material Changes between Current Quarter and Immediate Preceding Quarter**

Group	Quarter ended	
	Q1 2021 RM'000	Q4 2020 RM'000
Revenue	13,689	35,560
Gross profit margin (%)	25.51%	16.47%
Loss before taxation	(1,463)	(2,823)
Loss after taxation	(1,463)	(3,842)

The Group's revenue for the quarter under review was lower at RM13.69 million against RM35.56 million in the immediate preceding quarter, primarily due to standstill of the ongoing projects as various phase of MCO implemented in Q1 2021.

The Group registered a lower loss before taxation of RM1.46 million in Q1 2021 against a loss before taxation of RM2.82 million in Q4 2020. The Group has taken certain austerity measures to conserve cash flow and to ensure sustainability and the continuity of the business.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B3 Prospects**

Since the Covid-19 outbreak was first diagnosed, it has spread to over 200 countries and profoundly impacting all types of businesses. The pandemic has negatively affecting global economic growth and bringing economic activity to a near-standstill as countries imposed tight restrictions on movement to halt the spread of the virus.

The Covid-19 pandemic and the intensified quarantines happening in the world is affecting hundreds of millions of people and thus shortage of labour and parts encountered by manufacturers, disrupting just-in-time supply chain and triggering sales warnings. In addition, commodity prices have fluctuated mainly due to a fall in China's consumption of raw materials, and as such, manufacturers are considering cutting their output.

With the uncertainty lying behind this pandemic, we can expect the global market to be quite volatile with minimal growth this year. The Group will step up efforts to build resilience into our operations. The management will monitor closely on the cost effectiveness of the Group and come up with alternative ways to mitigate financial impact to the Group.

Despite the challenges, the Group will continue to focus on its core business in mechanical and electrical engineering segment and endeavor to secure more opportunities and recurring projects in Malaysia which are able to contribute positively to the future earnings of the Group. In addition, the Group will also be assessing the risks and opportunities of diversification into other business segment with the right strategy and available resources in order to enhance its revenue growth. Notwithstanding the aforementioned, the management will be more prudent in the management of its assets and focus on its core competencies in order to deliver sustainable future growth to stakeholders.

**B4 Variance of Actual Profit from Forecast Profit and Shortfall in the Profit Guarantee**

The Group has not announced or disclosed any profit forecast or profit guarantee in a public document that relates to this reporting period.

**B5 (Loss)/Profit Before Taxation**

		<b>Current year quarter 30.06.20 RM'000</b>	<b>Current year to-date 30.06.20 RM'000</b>
	<b>(Loss)/Profit before tax is arrived at after charging/(crediting)</b>		
(a)	Interest income	(1)	(1)
(b)	Rental income	(44)	(44)
(c)	Rental expense	9	9
(d)	Interest expense		
	-Cost of sales	239	239
	-Operating expenses	650	650
(e)	Depreciation of property, plant and equipment	259	259
(f)	Net gain on foreign exchange		
	-unrealised	(2)	(2)

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)**  
**UNAUDITED INTERIM FINANCIAL STATEMENTS**  
**FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B6 Income Tax Expense**

There is no taxation for the current quarter and period ended under review.

**B7 Status of Corporate Proposals**

There were no corporate proposals announced but not completed subsequent to the end of the current quarter and up to 26 August 2020 (being the latest practicable date which shall not be earlier than 7 days from the date of issuance of this quarterly report), which is expected to have an operational or financial impact on the Group.

**B8 Borrowings and Debt Securities**

The Group's borrowings as at the end of the reporting period are as follows:

	<b>30.06.20</b>	<b>30.06.19</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Current</b>		
<i>Secured</i>		
Overdrafts	12,996	5,865
Revolving credit	13,398	16,703
Term loan	4,776	42
Bills payable/Trust receipt	24,572	4,786
Hire purchase payables	103	239
	<b>55,845</b>	<b>27,635</b>
<b>Non-current</b>		
<i>Secured</i>		
Term loan	102,613	103,125
Hire purchase payables	232	459
	<b>102,845</b>	<b>103,584</b>
	<b>158,690</b>	<b>131,219</b>

The borrowings are all denominated in Ringgit Malaysia.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B9 Off Statement of Financial Position Financial Instruments**

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

**B10 Fair Value Changes of Financial Liabilities**

The Group does not have any financial liabilities measured at fair value through profit or loss as at 30 June 2020.

**B11 Material Litigation**

**Kejuruteraan Bintai Kindenko Sdn Bhd (“KBK”) v Serdang Baru Properties Sdn Bhd (“SBP”)**

**(A) In the Shah Alam High Court**

- (i) Companies Winding Up No.: BA-28NCC-144-03/2018**
- (ii) Post Winding Up No.: BA-28PW-70-03/2019 (Applicant : Lee Yam Hooi)**

On 26 March 2019, a shareholder of SBP, Lee Yam Hooi (“**the Applicant**”) has filed a summons pursuant to Section 493 of the Companies Act 2016 (“**S.493 application**”).

The Winding Up is concluded and SBP was wound up by the Shah Alam High Court on 26 November 2018 and the S.493 application was dismissed by the Shah Alam High Court on 12 December 2019.

There had not been any appeal against the Winding Up Order dated 26 November 2018 and any appeal against the S.493 application would have to be made by 11 January 2020. There is no appeal thus far on S.493 application as well.

High Court scheduled the sanction hearing on 17 August 2020. The previous liquidator has resigned and their lawyer filed an application to discharge themselves. New liquidator's application has been filed in court along with the appointment of liquidator's new lawyers. Court scheduled next hearing of the sanction and appointment of new liquidator to be heard together on 26 August 2020.

- (B) (i) In the Court of Appeal Malaysia Civil Appeal No. W-02(A)-1759-08/2018**
- (ii) In the Kuala Lumpur High Court Originating Summons No. WA-24FC-204-02/2018**

The parcel of land known as Geran No. 66423, Lot 42095, Pekan Serdang, Daerah Petaling, Selangor (“**subject property**”) had been auctioned on 3 December 2018 and successfully bid by KBK.

A contributory of SBP had then filed an application to the Court of Appeal to *inter alia* intervene in the appeal and restrain KBK from dealing with the subject property until the disposal of SBP's appeal. On 23 April 2019, the Court of Appeal allowed the contributory's application. KBK filed a motion to strike out the appeal given that SBP had failed to file its records of appeal within the prescribed time (“**Enclosure 49**”). The intervener had also filed a motion to stay the appeal pending the disposal of the S.493 application and/or S.471 application as disclosed above (“**Enclosure 45**”).

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B11 Material Litigation (cont'd)**

**Kejuruteraan Bintai Kinden Sdn Bhd (“KBK”) v Serdang Baru Properties Sdn Bhd (“SBP”) (cont'd)**

- (B) (i) In the Court of Appeal Malaysia Civil Appeal No. W-02(A)-1759-08/2018**
- (ii) In the Kuala Lumpur High Court Originating Summons No. WA-24FC-204-02/2018**

The Court of Appeal has scheduled both Enclosures 49 and 45 for hearing on 24 July 2020. The hearing and decision for the striking out application is fixed on 1 September 2020.

**Optimal Property Management Sdn Bhd (“OPM”) v Handal Jayabina Sdn Bhd (“Handal”)**

**(A) In the matter of Arbitration**

Optimal Property Management Sdn Bhd (“OPM”), had commenced arbitration proceedings (“Arbitration”) against its Nominated Main Contractor, Handal Jayabina Sdn Bhd (“Handal”) in connection with the disputes and/or differences arising from and/or related to the Letter of Award dated 1 July 2016 and other associated contracts related to a project known as ‘Cadangan Membina dan Menyiapkan Pembangunan Akademik untuk Tetuan Kolej Universiti Islam Melaka’, where OPM is claiming a sum of approximately RM19 million. Arbitrator has been appointed but currently the matter is put on hold by both parties until further notice as there was a settlement proposal.

**(B) Construction Payment and Adjudication (CIPAA)**

Optimal Property Management Sdn Bhd (“OPM”), had received a Notice of Adjudication to refer disputes arising from alleged payment claim under Section 9 of the Construction Industry Payment and Adjudication Act 2012 (“CIPAA”) from its Nominated Main Contractor, Handal Jayabina Sdn Bhd (“Handal”) for a total amount of approximately RM18 million (“CIPAA Payment Claim”) in relation to a project known as ‘Cadangan Membina dan Menyiapkan Pembangunan Akademik untuk Tetuan Kolej Universiti Islam Melaka.

OPM has instructed its solicitors to contest the matter and Asian International Arbitration Centre (AIAC) has appointed Mr. Chang Wei Mun as the adjudicator. On 8 July 2020, the Adjudicator issued its Adjudication Decision and it was adjudicated that OPM to pay Handal the sum of RM18,954,000 within 2 weeks from the date of Adjudication Decision.

As at the reporting date, both parties are in the midst of settlement negotiation and legal action between parties would be in abeyance.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B11 Material Litigation (cont'd)**

**Bintai Integrated Engineering & Construction Sdn. Bhd. ("BIEC") v Panasonic Homes (M) Sdn. Bhd. & Panasonic Life Solutions (M) Sdn. Bhd. (Collectively known as "Panahome")**

On 13 May 2020, Bintai Integrated Engineering & Construction Sdn. Bhd. ("BIEC") proceed to call on the Bank Guarantee amounting to RM2,904,000 placed by its nominated subcontractor, Panasonic Homes (M) Sdn. Bhd. & Panasonic Life Solutions (M) Sdn. Bhd. (Collectively known as "Panahome") due to non-performance of Panahome during the defect liability period related to the Letter of Award dated 6 March 2014 for "Cadangan Pembangunan 1 Blok Kondominium 28 Tingkat Yang Mengandungi: 2 Blok Kondominium 21 Tingkat (504 unit), 7 Tingkat Podium Tempat Letak Kereta Berserta Kemudahan (Kolam Renang, Taman Permainan, Kemudahan Awam) Di Atas Lot 551, Seksyen 85A, Bandar Baru Sentul, Mukim Bandar Kuala Lumpur, Wilayah Persekutuan Kuala Lumpur).

On 14 May 2020, Panahome filed an Originating Summons and an ex parte injunction for the following prayers:

- (a) Declaration that BIEC is not entitled to make any demand for the bank guarantee;
- (b) Declaration that the demand made by BIEC is wrong in the eyes of the law;
- (c) An Order Restraining BIEC or its related parties from making a demand or issue a further demand on the entire or and/or part of the sum of the Bank Guarantee;
- (d) An Order Restraining BIEC or its related parties receiving the proceeds in part or in full of any payment made under the Bank Guarantee;
- (e) In the event that the said proceeds in part or in full received by BIEC or its related parties, an Order that the BIEC and its related parties be restrained from utilising or spending the proceeds and that proceeds to be refunded to Panahome.
- (f) Cost; and
- (g) Any further or other relief that the Court deems fit to grant.

On 15 May 2020, the ex parte injunction was allowed and BIEC has been restrained from utilising or spending the proceeds of the Bank Guarantee. On 21 May 2020, BIEC filed to strike out the Originating Summons. On 21 July 2020, the Court dismissed BIEC's application and ordered the sum of RM2,904,000 to retain in the joint stakeholders account of Panahome's solicitor and BIEC's solicitor and pending final disposal of the arbitration proceeding between Panahome and BIEC.

On 28 May 2020, BIEC filed an application pursuant to Section 10 of the Arbitration Act 2005 to stay proceedings pending arbitration and claim for loss of business reputation up to RM5,000,000.

As at the reporting date, both arbitration proceedings are still pending to be fixed.

**B12 Dividend**

No interim dividend is being declared for the quarter under review.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)  
UNAUDITED INTERIM FINANCIAL STATEMENTS  
FOR THE FIRST QUARTER ENDED 30 JUNE 2020**

**B13 (Loss)/Earnings per share**

	Quarter Ended		Year-to-date ended	
	30.06.20	30.06.19	30.06.20	30.06.19
(Loss)/Profit attributable to owners of the Company (RM'000)	<u>(1,309)</u>	<u>11,224</u>	<u>(1,309)</u>	<u>11,224</u>
Weighted average number of ordinary shares in issue for basic earnings per share computation ('000)	<u>186,892</u>	<u>287,594</u>	<u>186,892</u>	<u>287,594</u>
Basic (loss)/earnings per share (sen)	<u>(0.70)</u>	<u>3.90</u>	<u>(0.70)</u>	<u>3.90</u>

Basic (loss)/earnings per share of the Group is calculated by dividing the (loss)/profit for the period attributable to owners of the Company by the weighted average number of ordinary shares in issue during the period, excluding treasury shares held by the Company.

**B14 Disclosure on Qualification of Audit Report**

The audit report of the Group's financial statements for the financial year ended 31 March 2020 was not qualified.

**BY ORDER OF THE BOARD**

NG LAI YEE  
Company Secretary

Date : 26 August 2020