

BINTAI KINDEN CORPORATION BERHAD

Company No: 199401005191 (290870P)

**Unaudited Condensed Consolidated Statement of Profit Or Loss And Other Comprehensive Income
For The Quarter And Year Ended 31 March 2023**

	Note	QUARTER ENDED		CUMULATIVE YEAR TO DATE	
		31.03.2023 RM'000	31.03.2022 RM'000	31.03.2023 RM'000	31.03.2022 RM'000
Revenue		22,059	37,926	115,857	96,262
Cost of sales		(17,147)	(32,270)	(94,950)	(71,908)
Gross profit		<u>4,912</u>	<u>5,656</u>	<u>20,907</u>	<u>24,354</u>
Other income		1,333	144	4,153	4,229
Operating expenses		(118,406)	(4,848)	(132,224)	(15,578)
Results from operating activities		<u>(112,161)</u>	<u>952</u>	<u>(107,164)</u>	<u>13,005</u>
Interest income		57	16	89	26
Finance costs		(2,307)	312	(9,555)	(8,938)
Net finance costs		<u>(2,250)</u>	<u>328</u>	<u>(9,466)</u>	<u>(8,912)</u>
Share of results in associate		-	(2)	(1)	(191)
(Loss)/Profit before taxation		<u>(114,411)</u>	<u>1,278</u>	<u>(116,631)</u>	<u>3,902</u>
Taxation	B6	399	(649)	398	(649)
(Loss)/Profit for the year		<u>(114,012)</u>	<u>629</u>	<u>(116,233)</u>	<u>3,253</u>
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Changes in fair value of equity investments measured at fair value through other comprehensive income		(18,969)	(2,959)	(45,209)	(2,959)
Revaluation on leasehold land and building		(3,471)	(5,606)	(3,471)	(5,606)
Other comprehensive loss for the year		<u>(22,440)</u>	<u>(8,565)</u>	<u>(48,680)</u>	<u>(8,565)</u>
Total comprehensive loss for the year		<u>(136,452)</u>	<u>(7,936)</u>	<u>(164,913)</u>	<u>(5,312)</u>
(Loss)/Profit attributable to:-					
Owners of the Company		(50,266)	841	(51,988)	4,271
Non-controlling interests		(63,746)	(212)	(64,245)	(1,018)
(Loss)/Profit for the year		<u>(114,012)</u>	<u>629</u>	<u>(116,233)</u>	<u>3,253</u>
Total comprehensive loss attributable to:-					
Owners of the Company		(71,005)	(4,977)	(98,967)	(1,547)
Non-controlling interests		(65,447)	(2,959)	(65,946)	(3,765)
Total comprehensive loss for the year		<u>(136,452)</u>	<u>(7,936)</u>	<u>(164,913)</u>	<u>(5,312)</u>
(Loss)/Earnings per share attributable to owners of the Company (sen):-					
Basic	B13	(5.98)	0.18	(6.18)	0.91
Diluted	B13	(5.98)	0.18	(6.18)	0.91

This unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the audited financial statements for the year ended 31 March 2022

BINTAI KINDEN CORPORATION BERHAD

Company No: 199401005191 (290870P)

**Unaudited Condensed Consolidated Statement of Financial Position
As at 31 March 2023**

	Note	Unaudited As at 31.03.2023 RM'000	Audited As at 31.03.2022 RM'000
Assets			
Property, plant and equipment		996	57,465
Investment properties		5,915	5,915
Goodwill		15,050	63,111
Intangible asset		75	-
Investment in associates		-	5
Other investments		8,843	42,645
Concession receivables		114,981	128,264
Right-of-use assets		1,301	995
Deferred tax assets		-	1,512
Total Non-Current Assets		147,161	299,912
Concession receivables		1,661	1,798
Inventories		1,713	902
Contract assets		7,432	3,471
Trade and other receivables		88,976	125,518
Tax recoverable		312	310
Other investments		425	1,300
Deposits, cash and bank balances		5,251	7,784
Total Current Assets		105,770	141,083
Total Assets		252,931	440,995
Equity			
Share capital		212,211	198,074
Reserves		(118,604)	2,900
Equity attributable to owners of the Company		93,607	200,974
Non-controlling interests		(32,342)	20,496
Total Equity		61,265	221,470
Liabilities			
Bank borrowings	B8	521	102,618
Lease liabilities		549	8,860
Deferred tax liabilities		2,918	10,838
Redeemable convertible preference shares		4,527	4,588
Total Non-Current Liabilities		8,515	126,904
Contract liabilities		11,028	3,053
Trade and other payables		27,277	43,468
Bank borrowings	B8	143,549	44,637
Lease liabilities		875	466
Provision for taxation		422	997
Total Current Liabilities		183,151	92,621
Total Liabilities		191,666	219,525
Total Equity and Liabilities		252,931	440,995
Net asset per share attributable to owners of the Company (sen)		10.48	27.21

This unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the audited financial statements for the year ended 31 March 2022

**Unaudited Condensed Consolidated Statement Of Cash Flows
For the Quarter And Year Ended 31 March 2023**

	Unaudited Year Ended 31.03.2023 RM'000	Audited Year Ended 31.03.2022 RM'000
Cash flows from operating activities		
(Loss)/Profit before taxation	(116,631)	3,902
Adjustments for:-		
Net interest expense	9,466	8,912
Allowance of expected credit losses on receivables	40,031	3,233
Depreciation of property, plant and equipment	850	959
Depreciation right of use assets	778	445
Dividend income	(3)	-
Finance income from concession arrangement	(13,014)	(13,032)
Gain on deemed disposal of subsidiary	-	(2,545)
Impairment loss on goodwill	48,060	-
Loss on disposal of other investment	1,438	-
Loss on disposal of property, plant and equipment	(46)	25
Loss on disposal of subsidiary	12,226	-
Loss on termination of lease contract	15,018	-
Share of results in associate and a joint venture	1	191
Other non-cash items	(329)	1,276
Operating cash flows before changes in working capital	(2,155)	3,366
Net change in inventories	(835)	114
Net change in concession receivables	13,473	12,789
Net change in current assets	6,876	(45,118)
Net change in current liabilities	(7,635)	14,642
	11,879	(17,573)
Cash generated from/(used in) operation	9,724	(14,207)
Interest paid	(9,675)	(9,004)
Interest received	89	26
Income tax paid	(1,004)	(7)
Net cash used in operating activities	(866)	(23,192)
Cash flows from investing activities		
Acquisition of interest of non-controlling interests	(1)	-
Net addition of other investment	(11,984)	(16,097)
Addition of intangible asset	(75)	-
Dividend received	3	-
Investment in associates	-	(8)
Net cash outflow from deemed disposal of subsidiary	-	(14)
Net cash inflow/(outflow) from disposal of subsidiary	100	(4)
Net cash outflow from acquisition of subsidiary	-	(24,274)
Proceeds from disposal of investment in associate/joint venture	2	3
Proceeds from disposal of property, plant and equipment	-	21
Purchase of property, plant and equipment	(94)	(29)
Net cash used in investing activities	(12,049)	(40,402)

BINTAI KINDEN CORPORATION BERHAD

Company No: 199401005191 (290870P)

**Unaudited Condensed Consolidated Statement Of Cash Flows
For the Quarter And Year Ended 31 March 2023 (Cont'd)**

	Unaudited Year Ended 31.03.2023 RM'000	Audited Year Ended 31.03.2022 RM'000
Cash flows from financing activities		
Change in deposits pledged with licensed banks	3,218	(2,490)
Drawdown from bank borrowings	5,601	10,952
Proceed from issuance of shares	14,137	64,097
Proceeds from issuance of shares to non-controlling interests	485	-
Proceeds from redeemable convertible preference shares in subsidiary	-	966
Repurchase of redeemable convertible preference shares in subsidiary	(313)	-
Repayments of bank borrowings	(8,540)	(7,925)
Repayments of hire purchase liabilities	(154)	(230)
Repayments of lease liabilities	(766)	(468)
Net cash generated from financing activities	<u>13,668</u>	<u>64,902</u>
Net changes in cash and cash equivalents	753	1,308
Cash and cash equivalents at beginning of the period	(11,185)	(12,493)
Cash and cash equivalents for the year	<u>(10,432)</u>	<u>(11,185)</u>
Represented by:		
Deposits placed with licensed banks, cash and bank balances	5,251	7,784
Bank overdrafts	(15,143)	(15,212)
Less : Deposits pledged with licensed banks	(540)	(3,757)
	<u>(10,432)</u>	<u>(11,185)</u>

This unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the audited financial statements for the year ended 31 March 2022

Unaudited Condensed Consolidated Statements of Changes In Equity For The Quarter And Year Ended 31 March 2023

	<i>Attributable to owners of the Company</i>					Total	Non-Controlling Interests	Total Equity
	<i>Non-distributable</i>			<i>Distributable</i>				
	Share Capital	Capital Reserve	Fair Value Reserve	Revaluation Reserve	Accumulated Losses			
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
At 1 April 2022	198,074	21,039	(12,393)	23,313	(29,059)	200,974	20,496	221,470
Loss for the year	-	-	-	-	(51,988)	(51,988)	(64,245)	(116,233)
Other comprehensive loss:								
Changes in fair value of equity investments measured at fair value through other comprehensive income	-	-	(45,209)	-	-	(45,209)	-	(45,209)
Revaluation on leasehold land and building	-	-	-	(1,770)	-	(1,770)	(1,701)	(3,471)
Total comprehensive loss for the year	-	-	(45,209)	(1,770)	(51,988)	(98,967)	(65,946)	(164,913)
Contributions by owners of the Company:								
Issuance of shares, net of share issuance expenses	14,137	-	-	-	-	14,137	-	14,137
Additional contribution by non-controlling interests	-	-	-	-	-	-	485	485
Changes in ownership interests in a subsidiary	-	-	-	-	(23,519)	(23,519)	23,521	2
Total transactions with owners of the Company	14,137	-	-	-	(23,519)	(9,382)	24,006	14,624
Transfer upon the disposal of equity investment measured at fair value through other comprehensive income	-	-	15	-	(15)	-	-	-
Transfer upon the derecognition of leasehold land and building	-	-	-	(7,814)	8,796	982	944	1,926
Transfer upon the disposal of subsidiary	-	-	-	(13,729)	13,729	-	-	-
Elimination of non-controlling interest at disposal of subsidiary	-	-	-	-	-	-	(11,842)	(11,842)
At 31 March 2023	212,211	21,039	(57,587)	-	(82,056)	93,607	(32,342)	61,265
At 1 April 2021	109,977	21,039	(10,018)	26,172	(32,746)	114,424	24,261	138,685
Profit for the period	-	-	-	-	4,271	4,271	(1,018)	3,253
Other comprehensive loss:-								
Changes in fair value of equity investments measured at fair value through other comprehensive income	-	-	(2,959)	-	-	(2,959)	-	(2,959)
Revaluation on leasehold land and building	-	-	-	(2,859)	-	(2,859)	(2,747)	(5,606)
Total comprehensive loss for the year	-	-	(2,959)	(2,859)	4,271	(1,547)	(3,765)	(5,312)
Transfer to accumulated losses arising from equity investment at fair value through other comprehensive income	-	-	584	-	(584)	-	-	-
Transactions with owners of the Company								
Issuance of shares, net of share issuance expenses	88,097	-	-	-	-	88,097	-	88,097
At 31 March 2022	198,074	21,039	(12,393)	23,313	(29,059)	200,974	20,496	221,470

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 2022

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

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 International Accounting Standards (“IAS”) 34 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 2022. 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 2022.

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 2022.

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 Material Events

a) Classification as Practice Note 17 Issuer

On 29 March 2023, the Company announced to Bursa Malaysia Securities Berhad (“Bursa Securities”) that the Company has triggered the prescribed criteria under Paragraph 2.1(f) of Practice Note 17 (“PN 17”) of the Main Market Listing Requirements of Bursa Securities and is classified as an affected listed issuer pursuant to PN 17. The Company has received a Notice of Termination dated 29 March 2023 issued by MBSB Bank Berhad (“MBSB”) addressed to the Company as Corporate Guarantor and Optimal Property Management Sdn Bhd (“OPM”), a wholly-owned subsidiary of the Company, as the Borrower in respect of the Islamic Banking Facilities granted by MBSB for an amount of RM109 million, in which the Company and/or OPM has defaulted payment for the aforesaid facility. On 10 April 2023, the Company and OPM have received the Writ of Summons and Statement of Claim from MBSB for the default in payment in respect of the aforesaid facilities. Please refer to Note B11 for the material litigation.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

A6 Material Events (Cont'd)

a) Classification as Practice Note 17 Issuer (cont'd)

Currently, the Company is in the midst of formulating a regularisation plan to address its financial condition and the Company shall make the necessary announcement in regard to the development on the above matter.

b) Reduction of limit and suspension of the existing contract banking facilities from Malayan Banking Berhad

On 27 April 2023, Malayan Banking Berhad ("Maybank") notified Kejuruteraan Bintai Kinden Sdn Bhd ("KBK"), a wholly-owned subsidiary of the Company on the reduction of limit of the existing contract banking facilities and the revised limit is currently suspended. The reduction and suspension have a negative impact on the Group's financial standing and/or KBK's on-going projects and the Company is in the midst of sourcing for new financier in financing the on-going projects of KBK.

c) Notice of Demand cum Termination of Financing Facility by Bank Muamalat Malaysia Berhad

Notice of Demand cum Termination of Financing Facility dated 8 May 2023 had been served on the Company as Corporate Guarantor and KBK as the Borrower by the solicitor acting for Bank Muamalat Malaysia Berhad demanding payment of a sum of RM1,130,527.18 together with compensation at 1% per annum from the default date until the termination date and the date of full settlement.

d) Letter of Demand by AmBank (M) Berhad

A Letter of Demand dated 12 May 2023 had been served on the Company as Corporate Guarantor and KBK as the Borrower by solicitor acting for AmBank (M) Berhad demanding payment of the below facilities with respective continuing interest thereon until the date of full settlement.

- (i) Revolving Credit facility is presently overdue in the sum of RM615,040.86 as at 2 May 2023.
- (ii) Overdraft facility is presently in excess of RM27,323.01 as at 30 April 2023.
- (iii) Trust Receipt facility is presently outstanding in the sum of RM5,634,886.46 as at 30 April 2023.

e) Termination of Lease Contract

Medi Dinamik Sdn Bhd ("MDSB"), a subsidiary of the Company, had on 31 January 2019 entered into a lease agreement and supplementary lease agreement with Sinomae Engineering Sdn Bhd ("SESB") for the lease of 17 Storey Building erected on Lot 43, GRN 5885, Kawasan Bandar XXXI, Town of Melaka, State of Melaka, Jalan Tun Perak, Kampung Lapan 75300 Melaka ("the Properties") from SESB for a period of 99 years from 31 January 2019 to 30 January 2118.

On 31 March 2023, MDSB received a termination letter from SESB for not continuing the lease agreement as a result of the Company has been classified as PN 17 listed issuer by Bursa Securities.

As a result of the lease termination, the Group has to derecognise the right-of-use of the Properties and loss on termination of lease contract of RM15.02million was reflected in current financial result.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

A7 Issues, Cancellations, Repurchase, Resale and Repayments of Debt and Equity Securities

Saved as disclosed below, there were no issuances, repurchases, cancellations, resale and repayments of debts and equity securities during the current quarter and financial year to-date:

Issuance of up to 190,946,000 4% Non-cumulative Redeemable Convertible Preference Shares ("RCPS")

On 5 April 2022, an amount of 24,822,980 RCPS of RM0.10 per RCPS has been issued and allotted by the Company with total consideration of RM2,482,298 to OUD Asset Management Sdn. Bhd. ("OUD"). Subsequently, the OUD has converted 24,822,980 RCPS into Bintai shares at issue price of RM0.1108 each and the aforesaid amount of RCPS has been duly converted and listed as Bintai shares on the Main Market of Bursa Securities on 11 April 2022.

On 15 April 2022, an amount of 24,822,980 RCPS of RM0.10 per RCPS has been issued and allotted by the Company with total consideration of RM2,482,298 to OUD. Subsequently, the OUD has converted 24,822,980 RCPS into Bintai shares at issue price of RM0.1084 each and the aforesaid amount of RCPS has been duly converted and listed as Bintai shares on the Main Market of Bursa Securities on 22 April 2022.

On 10 May 2022, an amount of 26,732,440 RCPS of RM0.10 per RCPS has been issued and allotted by the Company with total consideration of RM2,673,244 to OUD. Subsequently, the OUD has converted 26,732,440 RCPS into Bintai shares at issue price of RM0.10 each and the aforesaid amount of RCPS has been duly converted and listed as Bintai shares on the Main Market of Bursa Securities on 18 May 2022.

On 7 June 2022, an amount of 38,189,200 RCPS of RM0.10 per RCPS has been issued and allotted by the Company with total consideration of RM3,818,920 to OUD. Subsequently, the OUD has converted 38,189,200 RCPS into Bintai shares at issue price of RM0.10 each and the aforesaid amount of RCPS has been duly converted and listed as Bintai shares on the Main Market of Bursa Securities on 13 June 2022.

Issuance of shares pursuant to the Private Placement

On 22 March 2023, a Private Placement for the listing and quotation of 40,000,000 Placement Shares, being the first tranche of Private Placement, on the Main Market of Bursa Securities with total consideration of RM2,860,000 has been completed.

A8 Dividend Paid

No dividend was paid for the period under review.

A9 Valuation of Property, Plant and Equipment

During the period under review, certain Group's land and building were revalued based on valuation performed by independent professional valuers using comparison method.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

A10 Segment Information

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

	Specialised mechanical and electrical engineering RM'000	Investment holdings and others RM'000	Concession arrangements RM'000	Elimination RM'000	Consolidated RM'000
12 months period ended 31 March 2023					
Revenue					
Total operating revenue	99,011	2,493	14,511	-	116,015
Inter segment	-	-	(158)	-	(158)
External operating revenue	99,011	2,493	14,353	-	115,857
Results					
Segment results, loss before taxation	(18,610)	(89,579)	(9,031)	589	(116,631)
Net interest expense	(1,904)	(1,082)	(7,069)	589	(9,466)
Allowance for expected credit losses on receivables	(11,964)	(13,280)	(14,787)	-	(40,031)
Depreciation of property, plant and equipment	(339)	(511)	-	-	(850)
Depreciation of right-of-use assets	(159)	(619)	-	-	(778)
Dividend income	3	-	-	-	3
Finance income from concession arrangement	-	-	13,014	-	13,014
Gain on disposal of property, plant and equipment	46	-	-	-	46
Impairment loss on goodwill	-	(48,060)	-	-	(48,060)
Loss on termination of lease contract	-	(15,018)	-	-	(15,018)
Loss on disposal of a subsidiary	-	(12,226)	-	-	(12,226)
Loss on disposal of other investment	-	(1,438)	-	-	(1,438)
Share of results in associate	-	(1)	-	-	(1)
Other non-cash items	(8)	337	-	-	329

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

A10 Segment Information (Cont'd)

Business segment information of the Group for the year ended are as follows (cont'd):

	Specialised mechanical and electrical engineering RM'000	Investment holdings and others RM'000	Concession arrangements RM'000	Elimination RM'000	Consolidated RM'000
12 months period ended 31 March 2022					
Revenue					
Total operating revenue	81,917	77	14,317	-	96,311
Inter segment	-	-	(49)	-	(49)
External operating revenue	81,917	77	14,268	-	96,262
Results					
Segment results, profit/(loss) before taxation	(1,073)	(3,141)	5,518	2,598	3,902
Net interest expense	(1,956)	(1,030)	(6,412)	486	(8,912)
(Allowance)/Reversal for expected credit losses on receivables	(1,897)	1	(1,337)	-	(3,233)
Depreciation of property, plant and equipment	(291)	(668)	-	-	(959)
Depreciation of right-of-use assets	(158)	(287)	-	-	(445)
Finance income from concession arrangement	-	-	13,032	-	13,032
Gain on deemed disposal of subsidiary	-	2,545	-	-	2,545
Loss on disposal of property, plant and equipment	(25)	-	-	-	(25)
Share of results in associate	-	(191)	-	-	(191)
Other non-cash items	(2,294)	1,018	12	(12)	(1,276)

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

A11 Related Party Transactions

There were no significant related party transactions for the current quarter and year ended under review.

A12 Changes in the Composition of the Group

- (i) On 12 April 2022, the Company has disposed its 50.05% equity interest in Bintai Healthcare Sdn. Bhd. ("BHSB") to the subsidiary of the Company, Bintai Medical Solution Sdn. Bhd. ("BMS") for a total consideration of RM501 in relation to the reorganisation exercise of the Company. It has no significant financial impact to the Group.
- (ii) On 13 April 2022, BMS has acquired additional 4,995 ordinary shares which represents 49.95% equity interest in BHSB with a total consideration of RM4,995, increasing its ownership from 50.05% to 100%. The purchase consideration by way of the Company transferred its 49.95% equity interest in BMS to the non-controlling interest of BHSB. Upon completion of the transfer, the ownership of the Company in BMS was reduced from 100% to 50.05%.
- (iii) On 13 April 2022, the wholly-owned subsidiary of the Company, Kejuruteraan Bintai Kinden Sdn. Bhd. ("KBK") has acquired an additional 1,100 ordinary shares which represents 1% equity interest in Bintai Energy Sdn. Bhd. ("BESB") from its shareholder for a total consideration of RM1,100. Further, the Company has transferred its 40% equity interest of BESB to KBK, for a total consideration of RM4,000 on 22 April 2022. Currently, the ownership in BESB has increased from 40% to 51%.
- (iv) On 3 June 2022, BESB has allotted 990,000 new ordinary shares to its existing shareholders, whereby KBK has acquired an additional 504,900 ordinary shares for a total consideration of RM504,900 and the ownership of the Company remain unchanged.
- (v) On 17 January 2023, KBK has disposed its entire equity interest in KAB Bintai Energy Sdn. Bhd., comprising 4,000 ordinary shares for total cash consideration of RM1,836. It has no significant financial impact to the Group.
- (vi) On 31 March 2023, the Company has disposed its entire equity interest in Proven Seal (M) Sdn. Bhd., comprising 510,000 ordinary shares for total cash consideration of RM100,000. The disposal of subsidiary has resulted a loss on disposal of RM12.23million to the Group.

A13 Capital Commitments

There are no capital commitments that have not been provided for the financial report as at 31 March 2023.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS OF BURSA MALAYSIA

B1 Review of Performance

Group	Quarter ended		12 months year ended	
	Q4 2023 RM'000	Q4 2022 RM'000	31.03.2023 RM'000	31.03.2022 RM'000
Revenue	22,059	37,926	115,857	96,262
Gross profit margin (%)	22.27%	14.91%	18.05%	25.30%
(Loss)/Profit before taxation	(114,411)	1,278	(116,631)	3,902
(Loss)/Profit after taxation	(114,012)	629	(116,233)	3,253

Quarter review and 12 months period ended review

The Group recorded a revenue of RM22.06 million in the current quarter ended 31 March 2023 (“**Q4 2023**”) against RM37.93 million in the preceding year corresponding quarter ended 31 March 2022 (“**Q4 2022**”), a decrease of approximately RM15.87 million mainly due to the lower contribution from mechanical and electrical engineering (“M&E”) segment. The revenue of M&E segment reflects the stage of completion for various projects during the quarter under review. The Group recorded lower revenue mainly due to few of the current active projects are at the almost completion stage; and those new awarded projects from Tenaga Nasional Berhad are just at the preliminary stage such as planning and consultation as of 31 March 2023. The Group registered higher gross profit margin of 22.27% in Q4 2023 as compared to 14.91% in Q4 2022. Higher gross profit margin in Q4 2023 primarily contributed by the variation order of completed projects from the M&E segment.

The Group recorded loss after taxation of RM114.01 million as compared to profit after taxation of RM0.63 million reported in the preceding year corresponding quarter mainly due to the extraordinary costs incurred in Q4 2023. There is further impairment of the concession receivable in which the project related to the financing from MBSB and it has default payment now. In addition, the loss on termination of lease contract, loss on disposal of subsidiary and impairment of goodwill also further increase the expenses incurred during the quarter.

The Group registered revenue of RM115.86 million in the current 12 months financial year ended 31 March 2023 as compared to RM96.26 million reported in the preceding year corresponding period. The Group’s revenue grew 20.36% due to better contribution of M&E segment during the financial year.

The Group recorded a loss before taxation of RM116.63 million for the current 12 months financial year ended 31 March 2023 as compared to a profit before taxation of RM3.90 million reported in the preceding year corresponding period as per explanatory notes written in above.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

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

	Current Year Quarter 31 March 2023 RM'000	Immediate Preceding Quarter 31 December 2022 RM'000
Revenue	22,059	22,358
Gross profit margin (%)	22.27%	20.98%
Loss before taxation	(114,411)	(3,381)
Loss after taxation	(114,012)	(3,382)

The Group registered revenue of RM22.06 million for the current year quarter (“Q4 2023”) under review as compared to RM22.36 million for the immediate preceding quarter (“Q3 2023”). The revenue contribution from mechanical and electrical engineering segment highly depends on the stage of completion for various projects.

The Group recorded loss before taxation of RM114.41 million in Q4 2023 as compared to loss before taxation of RM3.38 million in Q3 2023 mainly due to the extraordinary costs incurred during the quarter such as impairment of concession receivable, loss on termination of lease contract, loss on disposal of subsidiary, and impairment of goodwill.

B3 Prospects

Reference made to the Bursa Securities’ announcement on 29 March 2023, the Company is classified as PN17 listed issuer and thus is required to submit a regularisation plan to the Securities Commission of Malaysia (“SC”) or Bursa Securities for approval within 12 months from the announcement date and to complete the implementation of the plan within such timeframe as prescribed by SC or Bursa Securities. Currently, the Company is in the midst of formulating a regularisation plan to address its financial condition and the Company shall make the necessary announcement in regard to the development on the above matter.

The Management taking initiative action plans to address the short-term liquidity challenge faced by our operations and resolutions to solve it. These include expediting resolution or commercial settlement of contract claims with clients; negotiating with the lenders for support existing facilities; and discussing with suppliers and sub-contractors on outstanding payments.

The Management 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. The Board will weigh all options and implement appropriate strategies to ensure continuation and long-term sustainability of its business operation. 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.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

B5 Loss Before Taxation

Loss before taxation is arrived at after charging/(crediting)		Current year quarter 31.03.2023 RM'000	Current year to-date 31.03.2023 RM'000
(a)	Depreciation of property, plant and equipment	142	850
(b)	Interest expense		
	- Cost of sales	201	1,040
	- Operating expenses	2,307	9,555
(c)	Rental expense	77	328
(d)	Rental income	(39)	(114)
(e)	Loss on termination of lease contract	15,018	15,018
(f)	Loss on disposal of subsidiary	12,226	12,226
(g)	Impairment loss on goodwill	48,060	48,060

B6 Taxation

The taxation for the current quarter and year ended are as follows:

	Individual Quarter		Cumulative Quarter	
	Current year quarter 31.03.2023 RM'000	Preceding year corresponding quarter 31.03.2022 RM'000	Current year 31.03.2023 RM'000	Preceding year 31.03.2022 RM'000
Income tax				
- current year	(422)	(5)	(422)	(5)
- prior year	2	28	1	28
Deferred tax				
- origination and reversal of temporary differences	807	(1,379)	807	(1,379)
- over provision in prior financial year	12	707	12	707
	<u>399</u>	<u>(649)</u>	<u>398</u>	<u>(649)</u>

B7 Status of Corporate Proposals

Saved as disclosed below, there were no corporate proposals announced but not completed subsequent to the end of the current quarter and up to 30 May 2023, 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, except for the following:

Proposed Private Placement

Bursa Securities had vided its letter dated 3 February 2023 approved the listing and quotation of up to 85,314,000 new Bintai Shares to be issued pursuant to the Private Placement.

On 22 March 2023, the first tranche of the Private Placement shares of 40,000,000 was issued at an issue price of RM0.0715 per share, total proceeds raised is RM2,860,000. The proceed has been fully utilised by the Group for its working capital and payment of expenses for the Private Placement.

BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023

B8 Borrowings and Debt Securities

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

	31.03.2023 RM'000	31.03.2022 RM'000
Current		
<i>Secured</i>		
Bank overdrafts	15,143	15,212
Bills payable	15,041	16,451
Revolving credit	3,193	7,294
Term loan	110,022	5,494
Hire purchase liabilities	150	186
	143,549	44,637
Non-current		
<i>Secured</i>		
Term loan	-	101,936
Hire purchase liabilities	521	682
	521	102,618
	<u>144,070</u>	<u>147,255</u>

The borrowings are all denominated in Ringgit Malaysia.

B9 Off Statement of Financial Position Financial Instruments

There were no financial instruments with off statements 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 31 March 2023.

B11 Material Litigation

Kejuruteraan Bintai Kinden Sdn Bhd ("KBK") v Serdang Baru Properties Sdn Bhd ("SBP") & Lee Yam Hooi as the Intervener

(A) In the Shah Alam High Court and Court of Appeal Malaysia

KBK filed a winding up petition against SBP and SBP wound up by the Shah Alam High Court on 26 November 2018. 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") to terminate the winding up and was dismissed by the Shah Alam High Court on 12 December 2019 and the Applicant appealed against the Shah Alam High Court's decision. On 12 October 2020, the Court allowed applicant to file the records of appeal for his notice to appeal on the termination of winding up.

On the case management held on 25 February 2021, the Court fixed 20 August 2021 for the Appellant Notice of Motion to amend the Records of Appeal. On 2 August 2021, Lee Yam Hooi filed a new Notice of Motion to amend the Records of Appeal and the Court vacated the hearing on 20 August 2021 on grounds that a new hearing will be fixed to hear both the Notice of Motion together.

The Court has fixed a case management on 14 February 2022 for parties to update the status of the cause papers for the purpose of hearing on 28 February 2022.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023**

B11 Material Litigation

Kejuruteraan Bintai Kindenko Sdn Bhd (“KBK”) v Serdang Baru Properties Sdn Bhd (“SBP”) & Lee Yam Hooi as the Intervener (cont’d)

(A) In the Shah Alam High Court and Court of Appeal Malaysia (cont’d)

The Court further gave direction for both the Appellant’s Notice of Motion to amend the Record of Appeal dated 3 February 2021 and the Appellant’s Notice of Motion to amend the Record of Appeal dated 2 August 2021 to be heard together on 28 February 2022.

On 28 February 2022, the Court of Appeal allowed Appellant’s Notices of Motions to amend Record of Appeal.

On 30 March 2023, the court adjourned the hearing of the case to 30 August 2023.

(B) In the Court of Appeal Malaysia

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 bided 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”).

On 12 March 2021 hearing, the intervener’s application for the extension of time to file records of appeal was allowed and the court has dismissed KBK’s application for striking out with no order as to costs. The Records of Appeal was filed by Lee Yam Hooi and served to KBK on 12 April 2021.

On 26 May 2022, the Court of Appeal is of the view that the order for sale process in the High Court was not done correctly and in particular as per the Court of Appeal’s brief grounds that KBK has failed to disclose during the hearing in the High Court whether the extension to the Prohibitory Order extension was registered. According to the Court of Appeal, this is important as the extension to the Prohibitory Order would only be valid/in effect once it is registered with the Land Office. The Court of Appeal finds that there are merits in SBP’s appeal and therefore allowed the appeal with cost of RM15,000 to be paid to SBP subject to the allocator.

On 8 June 2022, KBK filed Notice of Application for Leave to Appeal at Federal Court.

The court fixed a further case management on 29 May 2023 and the hearing for the leave to appeal on 13 June 2023.

(C) In the Kuala Lumpur High Court

SBP filed an application on 14.10.2021 stating that the auction that took place on 3 December 2018 by KBK is Null and Void due to the fact that it is not in accordance with the National Land Code 1965 and the public auction is therefore invalid.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023**

B11 Material Litigation (Cont'd)

Kejuruteraan Bintai Kindenko Sdn Bhd (“KBK”) v Serdang Baru Properties Sdn Bhd (“SBP”) & Lee Yam Hooi as the Intervener (cont'd)

(C) In the Kuala Lumpur High Court (cont'd)

The Court has directed that this matter to be kept abeyance until the disposal of the above case by the Federal Court.

Optimal Property Management Sdn Bhd (“OPM”) v Kolej Teknologi Islam Melaka Berhad (“KTIMB”)

By a Concession Agreement dated 3.12.2015 (“Concession Agreement”), the KTIMB awarded the OPM as a Concession Company to design, construct, complete, operate and maintain the project known as “Cadangan Membangunkan Penempatan Pelajar Di Dalam Kampus Dengan Konsesi Pelajar Bagi Jangkasamasa 25 Tahun Untuk 7,002 Pelajar” (“the Project”) on lands identified as part of that pieces of land belonging to the KTIMB held under Title No. PT 2142 and 2143, HSD 22978 situated in Mukim Kuala Linggi, District of Alor Gajah, State of Malacca.

OPM states that after taking into account the payment made by the OPM, the KTIMB owes OPM the sum of RM15,754,756.87. OPM has filed a statement of claim on 3 September 2020. The Court directed KTIMB to file defence by 13 October 2020.

During the hearing on 23 March 2021, the Court was informed that both parties are in the midst of negotiating settlement terms.

On the hearing for Summary Judgement Application date on 21 April 2021, the Court was informed that settlement between parties is still pending and required more time. The Court was informed that in essence both parties have agreed to settle however still in talks on negotiating the quantum and the frame for repayment. OPM has filed and served the pre-trial documents on 14 July 2021 and all directions given by the Court therein have been duly complied with.

On 28 April 2022, OPM filed an application to amend the Statement of Claim dated 12 April 2019 (“Amendment Application”) and served a sealed copy of the same on the KTIMB’s solicitors on 11 May 2022. KTIMB’s solicitor informed the Court that they are objecting to some of the amendments since it relates to facts which were not in existence at the time the Writ and Statement of Claim were originally filed. On 22 December 2022, the High Court allowed OPM’s amendment application.

The next case management for proper trial is scheduled on 9 March 2023 and directed both parties to file the amended cause paper on 3 March 2023.

The Court has rescheduled the trials dates on 10 January 2024 and 11 January 2024. Next case management is fixed on 20 November 2023.

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023**

B11 Material Litigation (Cont'd)

Kejuruteraan Bintai Kindenko Sdn Bhd (“KBK”) v Pacific Sanctuary Holdings Sdn Bhd (“Pacific Sanctuary”)

KBK had a dispute against Pacific Sanctuary in relation to a Letter of Award (“LOA”) dated 27 November 2012 wherein Pacific Sanctuary appointed the KBK as the M&E Main Contractor for the Mechanical and Electrical works for a project known as ‘Proposed Mixed Development (Pacific Parade) along Jalan Istiadat, Kota Kinabalu, Sabah for the contract sum of RM133,192,500.00.

KBK issued the Notice to Arbitrate on 18 December 2019. Subsequently, Pertubuhan Akitek Malaysia (“PAM”) had on 6 May 2021 appointed the Arbitrator for this matter. The Arbitrator ruled that the seat of the arbitration is in Kuala Lumpur. On 3 September 2021, KBK had filed and served its Statement of Claim. On 3 December 2021, Pacific Sanctuary filed and served its Statement of Defence. On 18 February 2022, KBK had filed and served its Reply to Defence.

On 29 April 2022, KBK submitted the Claimant’s Bundle of Documents and Claimant’s List of Witness. Pacific Sanctuary has failed to submit the Respondent’s Bundle of Documents and the Respondent’s List of Witnesses.

Pacific Sanctuary has applied for Judicial Management and the arbitration against Pacific Sanctuary shall not continue until the Judicial Management application is allowed or dismissed except with leave of the court. There is further hearing for the application for Judicial Management.

Maymedic Technology Sdn. Bhd. (“MTSB”) v Johnson Medical International Sdn. Bhd. (“JMI”)

MTSB issued a Purchase Order dated 9 November 2017 and paid to JMI for 30% of the total purchase sum amounting to RM1,097,788.79 being the advance payment (“Advance Payment”) to purchase bedhead and pendant package for a hospital construction project in Sarawak (“the Project”).

Subsequently, the Project is abandoned and MTSB are claiming for refund of the Advance Payment from JMI. JMI has refunded part of the Advance Payment to MTSB and currently MTSB are claiming the balance sum of RM200,000.00 together with interest and other cost.

This matter has been resolved by the parties out of court and the Court has on 12 December 2022 issued an order to struck out the suit without liberty to file afresh.

Axbena Sdn Bhd (“Axbena”) vs Johnson Medical International Sdn Bhd (“JMI”)

(A) Adjudication at Asian International Arbitration Centre (“AIAC”)

By a letter of Acceptance dated 30.07.2018, Axbena awarded JMI as sub-contractor for supplying and maintaining Medical Gas System for a project under “Hospital Pengajar Universtiti Teknologi Mara”. JMI filed payment claim and adjudication pursuant to Construction Industry Payment & Adjudication Act 2012 (“CIPAA”) for non-payment of progress claims, retention sum, maintenance charge and interest incurred for total amount of RM1,732,133.07 (“Claimed Sum”).

**BINTAI KINDEN CORPORATION BERHAD 199401005191 (290870-P)
UNAUDITED INTERIM FINANCIAL STATEMENTS
FOR THE FORTH QUARTER ENDED 31 MARCH 2023**

B11 Material Litigation (Cont'd)

Axbena Sdn Bhd (“Axbena”) vs Johnson Medical International Sdn Bhd (“JMI”) (cont'd)

(A) Adjudication at Asian International Arbitration Centre (“AIAC”) (cont'd)

Axbena disputed the Claimed Sum and claim for a liquidated damages for late completion of work for a sum of RM26,805,901.93. JMI proceed to file notice of adjudication pursuant to CIPAA on 5 January 2023 to bring the dispute to AIAC for adjudication.

AIAC is in the midst of appointing new directors and the adjudication will commence once the new director is appointed.

(B) In Shah Alam High Court

This is having the same subject matter as the above where Axbena filed and claimed JMI at Shah Alam High Court for liquidated damages. Axbena claiming liquidated damages of RM26,805,901.93 for alleged late completion.

JMI has filed an application to stay this matter in view that the parties are having an ongoing case under adjudication and Axbena via its solicitors agree to refer the matter to adjudication and both parties to inform the court on the same in the upcoming case management on 10 May 2023.

MBSB Bank Berhad (“MBSB”) vs Optimal Property Management Sdn Bhd (“OPM”) and Bintai Kinden Corporation Berhad (“BKCB”)

By way of Facility Agreement dated 15 February 2018, MBSB has granted an Islamic Financing Facilities of RM109 million to OPM which comprising of Term Financing-i 1 of RM97 million and Term Financing-i 2 of RM12 million for the purpose to design, construct, complete, operate and maintain the project known as “Cadangan Membangunkan Penempatan Pelajar Di Dalam Kampus Dengan Konsesi Pelajar Bagi Jangkasamasa 25 Tahun Untuk 7,002 Pelajar”.

OPM has defaulted payment on the instalment of the facilities obtained from MBSB and MBSB has terminated the facilities on 29 March 2023. MBSB is claiming from OPM as the borrower and BKCB as Corporate Guarantor for the sum of RM239,090,281.97 and interest accrued. MBSB has filed the Writ of Summon and Statement of Claim at Shah Alam High Court on 6 April 2023 and served the said Writ of Summon and Statement of Claim to the BKCB and OPM on 10 April 2023.

MBSB has filed an application for summary judgement for this matter, case management for both main suit and summary judgement is fixed on 11 May 2023. The Court fixed the next case management on 15 June 2023.

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 FORTH QUARTER ENDED 31 MARCH 2023**

B13 (Loss)/Earnings Per Share

(a) Basic (loss)/earnings per share

Basic (loss)/earnings per share of the Group is calculated as follows:

	Quarter Ended		Year-to-date Ended	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
(Loss)/Profit attributable to owners of the Company (RM'000)	<u>(50,266)</u>	<u>841</u>	<u>(51,988)</u>	<u>4,271</u>
Weighted average number of ordinary shares in issue ('000)	<u>841,048</u>	<u>471,675</u>	<u>841,048</u>	<u>471,675</u>
Basic (loss)/earnings per share (sen)	<u>(5.98)</u>	<u>0.18</u>	<u>(6.18)</u>	<u>0.91</u>

(b) Diluted earnings per share

Diluted earnings per share were not computed as the Group does not have any dilutive potential ordinary shares in issue at the end of the financial period under review.

B14 Disclosure on Qualification of Audit Report

The audit report of the Group's financial statements for the financial year ended 31 March 2022 was not qualified.

BY ORDER OF THE BOARD

TAN TONG LANG
 Company Secretary

Date : 30 May 2023