

General Announcement

Reference No **MB-090730-58820**

Submitting Merchant Bank : AMINVESTMENT BANK BERHAD
Company Name : **BINA PURI HOLDINGS BHD**
Stock Name : BPURI
Date Announced : 30/07/2009

Type : Announcement
Subject : BINA PURI HOLDINGS BHD ("BINA PURI" OR THE "COMPANY")

Contents : PROPOSED CAPITALISATION OF DEBT VIA A RESTRICTED ISSUE OF UP TO 20,000,000 NEW ORDINARY SHARES OF RM1.00 EACH ("SHARES") IN BINA PURI ("SETTLEMENT SHARES"), REPRESENTING UP TO 19.27% OF THE ISSUED AND PAID-UP SHARE CAPITAL OF THE COMPANY, TO BUMIMAJU MAWAR SDN BHD ("BUMIMAJU") AT AN INDICATIVE ISSUE PRICE OF RM1.00 PER SETTLEMENT SHARE ("PROPOSED DEBT CAPITALISATION"); AND

PROPOSED INCREASE IN THE AUTHORISED SHARE CAPITAL OF THE COMPANY FROM RM100,000,000 COMPRISING 100,000,000 SHARES TO RM500,000,000 COMPRISING 500,000,000 SHARES ("PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL").

(COLLECTIVELY THE "PROPOSALS")

Announcement Details :

Further to our announcement dated 11 June 2009, the Company wishes to announce that the Securities Commission ("**SC**") had vide its letter dated 29 July 2009 requested for the following information relating to the Proposal to be made in an announcement:-

- (i) the nature of relationship between Bumimaju and Bina Puri, including the individuals who are the beneficiaries and ultimate beneficiaries of Bina Puri and Bumimaju; and
- (ii) a detailed explanation on the reason(s) for Bumimaju to provide the advances to Bina Puri including the benefits and rewards to be enjoyed by Bumimaju and its beneficiaries and ultimate beneficiaries (collectively the "**Additional Disclosures**").

Pursuant to the Additional Disclosures required by the SC, AmInvestment Bank Berhad, on behalf of the Board of Directors of the Company ("**Board**") wishes to announce the following:-

(1) The relationship between Bumimaju and Bina Puri stems primarily from a personal association between Senator Tan Sri Datuk Tee Hock Seng ("**Tan Sri Tee**"), a major shareholder of Bina Puri, and Tan Sri Dato' Tong Kiot Seng ("**Tan Sri Tong**"), a major shareholder of Bumimaju. They have been acquaintances for more than ten (10) years, both having been actively involved in the Hokkien Chinese community. Whilst both individuals are actively involved in the construction industry, they have not had any

previous formal business dealings with each other.

(2) Notwithstanding that the advances were initially provided by Bumimaju to Bina Puri on a friendly basis primarily due to the personal relationship between Tan Sri Tee and Tan Sri Tong, the shareholders of Bumimaju nonetheless held confidence in Bina Puri's prospects and its ability to repay the advances, especially under the stewardship of Tan Sri Tee. With the opportunity arising from the Proposed Debt Capitalisation, whereby Bumimaju (and its shareholders) is now able to participate as a shareholder of Binapuri, the companies look forward to building on their relationship and hope to be able to work together on opportunities in future projects within the construction industry.

This announcement is dated 30 July 2009.

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