

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

SUMMARY OF PROFORMA KEY FINANCIAL INFORMATION
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2011

	Individual Period		Cumulative Period	
	Current Year Quarter ended 30-Apr-2011 RM'000	Preceding Year Quarter ended 30-Apr-2010 RM'000	Current Year To Date ended 30-Apr-2011 RM'000	Preceding Year To Date ended 30-Apr-2010 RM'000
1 . Revenue	73,850	54,682	150,033	108,127
2 . Profit / (Loss) Before Tax	1,928	894	2,995	639
3 . Net Profit / (Loss) for The Period	569	793	1,341	315
4 . <u>Attributable to :</u>				
Equity holders of the parent	553	809	1,418	526
Minority Interest	16	(16)	(77)	(211)
	<u>569</u>	<u>793</u>	<u>1,341</u>	<u>315</u>
5 . Basic Earnings / (Loss) Per Share (sen)	0.13	0.18	0.32	0.12
6 . Diluted Earnings / (Loss) Per Share (sen)	N/A	N/A	N/A	N/A
	As At End Of Financial Period 30-Apr-2011 RM		As At Preceding Financial Year 31-Oct-2010 RM	
7 . Net Assets Per Share attributable to Ordinary Equity holders of the parent	1.05		1.05	

Note : For full text of the above announcement, please access the Bursa Securities Website at www.bursamalaysia.com

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED INCOME STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2011

THE FIGURES HAVE NOT BEEN AUDITED

The Directors are pleased to announce the 2nd Quarter unaudited financial results for the financial period ended 30 April 2011.

	Individual Period		Cumulative Period	
	Current Year Quarter ended 30-Apr-2011 RM'000	Preceding Year Quarter ended 30-Apr-2010 RM'000	Current Year To-Date ended 30-Apr-2011 RM'000	Preceding Year To-Date ended 30-Apr-2010 RM'000
Revenue	73,850	54,682	150,033	108,127
Operating Expenses	(69,815)	(52,415)	(142,464)	(106,290)
Other Operating Income	-	1	-	1,804
Profit / (Loss) From Operations	4,035	2,268	7,569	3,641
Finance cost	(2,107)	(1,374)	(4,574)	(3,002)
Profit / (Loss) Before Taxation	1,928	894	2,995	639
Taxation	(1,359)	(101)	(1,654)	(324)
Net Profit / (Loss) For The Period	569	793	1,341	315
<u>Attributable to :</u>				
Equity holders of the parent	553	809	1,418	526
Minority Interest	16	(16)	(77)	(211)
Net Profit / (Loss) For The Period	569	793	1,341	315
Earnings / (Loss) Per Share attributable to Equity holders of the parent (sen) :				
- Basic	0.13	0.18	0.32	0.12
- Diluted	N/A	N/A	N/A	N/A

(The Condensed Consolidated Income Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2010 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AT 30 APRIL 2011

	(Unaudited) As At End Of Financial Period End 30-Apr-2011 RM'000	(Audited) As At End Of Financial Year End 31-Oct-2010 RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	96,110	95,471
Prepaid land lease payments	994	1,004
Development Expenditure	69,388	66,365
Property Development Expenditure	2,528	588
Other Investments	560	560
Goodwill	181,091	181,091
Deferred Tax Assets	10,386	10,386
	<u>361,057</u>	<u>355,465</u>
Current Assets		
Inventories	65,390	42,515
Amount due from customers for contract works	122,305	98,746
Trade and Other Receivables	85,086	104,704
Fixed Deposits	8,841	8,069
Cash and bank balances	11,949	32,384
	<u>293,571</u>	<u>286,418</u>
Total Assets	<u>654,628</u>	<u>641,883</u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the parent		
Share Capital	438,361	438,361
Share Premium	8,369	8,369
Retained Profits	12,952	11,534
TOTAL SHAREHOLDERS' EQUITY	<u>459,682</u>	<u>458,264</u>
Minority shareholders' interest	5,832	5,910
	<u>465,514</u>	<u>464,174</u>
Non-Current Liabilities		
Long Term Liabilities	2,330	1,452
Deferred Tax Liabilities	1,363	1,363
	<u>3,693</u>	<u>2,815</u>
Current Liabilities		
Trade and Other Payables	22,814	14,633
Provision for taxation	5,721	5,563
Bank borrowings	136,263	142,486
Bank overdraft	20,623	12,212
	<u>185,421</u>	<u>174,894</u>
Total Equity and Liabilities	<u>654,628</u>	<u>641,883</u>
Net Assets Per Share attributable to Ordinary Equity Holders of the parent (RM)	<u>1.05</u>	<u>1.05</u>

(The Condensed Consolidated Balance Sheets should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2010 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2011

	Current Period-to-date ended 30-Apr-2011 RM'000	Preceding Period-to-date ended 30-Apr-2010 RM'000
Cash flows from operating activities		
Profit/ (Loss) for the period	1,418	526
Adjustment for:		
Depreciation and amortisation	1,607	867
Taxation	1,654	223
Interest expense	4,574	1,628
Loss / (Gain) on disposal of property, plant & equipment	-	(1,801)
Minority Interest	(77)	(195)
Operating profit/(loss) before working capital changes	9,176	1,248
(Increase)/Decrease in working capital		
Inventories	(22,875)	(21,493)
Amount due from customers for contract works	(23,559)	(2,762)
Trade and other receivables	19,719	8,343
Development expenditure	(3,023)	(878)
Property Development Expenditure	(1,940)	-
Trade and other payables	8,181	15,821
	(23,497)	(969)
	(14,321)	279
Interest paid	(4,435)	(1,293)
Income tax paid	(1,598)	(88)
Net Operating Cash Flow	(20,354)	(1,102)
Cash flows from investing activities		
Purchase of property, plant & equipment	(2,235)	(11)
Proceeds from disposal of property, plant & equipment	-	3,802
Net Investing Cash Flow	(2,235)	3,791
Cash flows from financing activities		
Interest paid	(141)	(335)
Drawdown / (Repayment) of short term borrowings	(11,554)	8,023
Drawdown (Repayment) of hire purchase liabilities	1,597	(145)
Drawdown / (Repayment) of bank term loans	4,612	(147)
Fixed Deposits held as security value	(771)	(592)
Net Financing Cash Flow	(6,257)	6,804

**CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE FINANCIAL PERIOD ENDED 30 APRIL 2011. (Cont.)**

	Current Period-to-date ended 30-Apr-2011 RM'000	Preceding Period-to-date ended 30-Apr-2010 RM'000
Net Change in Cash & Cash Equivalents	(28,846)	8,684
Cash & Cash Equivalents at beginning of the year	20,172	3,450
Cash & Cash Equivalents at end of the period.	(8,674)	12,134

Cash and Cash Equivalents

Cash and cash equivalents included in the cash flow statements comprise the following balance sheet amounts.

Fixed Deposit	8,841	3,804
Cash & bank balances	11,949	25,928
Bank overdrafts	(20,623)	(13,794)
	167	15,938
Less : Deposit held as security values	(8,841)	(3,804)
	(8,674)	12,134

(The Condensed Consolidated Cash Flow Statement should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2010 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD 30 APRIL 2011.

	Attributable to Equity Holders of the Parent				Minority Interests RM'000	Total Equity RM'000
	Share Capital RM'000	Share Premium RM'000	Retained Earnings RM'000	Sub-Total RM'000		
Period-to-date Ended 30 April 2011.						
Balance as at 1 November 2010	438,361	8,369	11,534	458,264	5,909	464,173
Additional investment in subsidiary by minority shareholders	-	-	-	-	-	-
	438,361	8,369	11,534	458,264	5,909	464,173
Profit / (Loss) for the Period	-	-	1,418	1,418	(77)	1,341
Balance as at 30 April 2011.	438,361	8,369	12,952	459,682	5,832	465,514
Period-to-date Ended 30 April 2010.						
Balance as at 1 November 2009	438,361	8,369	9,256	455,986	5,259	461,245
Additional investment in subsidiary by minority shareholders	-	-	-	-	490	490
	438,361	8,369	9,256	455,986	5,749	461,735
Profit / (Loss) for the Period	-	-	526	526	(211)	315
Balance as at 30 April 2010.	438,361	8,369	9,782	456,512	5,538	462,050

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2010 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD (Company No. 585648-T)

A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of Preparation.

The interim financial report is unaudited and has been prepared in compliance with FRS 134 "Interim Financial Reporting" issued by the Malaysian Accounting Standards Board ("MASB") and Chapter 9 Part K of the Listing Requirements of Bursa Malaysia Securities Berhad. The interim financial report should be read in conjunction with the audited financial statements of the Group for the year ended 31 October 2010.

The accounting policies and methods of computations followed by the Group in this interim financial report are consistent with those adopted in financial statements of the Group for the year ended 31 October 2010.

2. Qualification of Audit Report on Financial Statements.

The financial statements of JAKS for the financial year ended 31 October 2010 have been reported on without any audit qualification.

3. Seasonal or Cyclical Factors.

The business activities of the Group are not significantly affected by seasonal and cyclical factors except during Hari Raya and Chinese New Year festive seasons where business activities were generally lower.

4. Unusual Items Affecting the Assets, Liabilities, Equity, Net Income or Cash Flows

There are no major unusual items affecting the assets, liabilities, equity, net income or cash flows of the Group for the quarter under review.

5. Material changes in estimates

There are no material changes in estimates for the quarter under review.

6. Issuance and Repayment of Debt and Equity Securities

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the financial period under review.

JAKS RESOURCES BERHAD (Company No. 585648-T)

A. NOTES TO THE INTERIM FINANCIAL REPORT (cont'd)

7. Dividend

The Group has not declared nor paid any dividends in respect of the financial period under review.

8. Segmental Information for the Financial Period Ended 30 April 2011

Segment information was presented in respect of the Group's business segment. Inter-segment pricing was determined based on a negotiated basis.

Business Segments

	Manufacturing RM'000	Trading RM'000	Construction RM'000	Investment RM'000	Elimination RM'000	Total RM'000
REVENUE						
External Revenue	43,727	6,090	100,096	120	-	150,033
Inter-Company	8,240	-	40,510	2,250	(51,000)	-
	51,967	6,090	140,606	2,370	(51,000)	150,033
Segment Results	(265)	625	5,945	1,264		7,569
Finance Cost						(4,574)
Profit Before Taxation						2,995
Taxation						(1,654)
Profit After Taxation						1,341
<u>Attributable to :</u>						
Equity holders of the parent						1,418
Minority Interests						(77)
						1,341

9. Valuation of Property, Plant & Equipment

The valuations of property, plant and equipment and investment properties have been brought forward without amendment from the financial statement for the year ended 31 October 2010.

10. Subsequent Events.

There were no significant subsequent events between the date of the last financial statements used in the preparation of this report and the date of this report which will affect materially the content of this report.

A. NOTES TO THE INTERIM FINANCIAL REPORT (cont'd)

11. Effect of Changes in the Composition of the Group

There were no changes in the composition of the Group during the period under review save as listed below:

On 16 November 2010, the Company announced that its wholly-owned subsidiary, JAKS Power Holding Limited, has incorporated a wholly owned subsidiary company, JAKS Pacific Power Limited in Hong Kong with a total issued and paid-up capital of HK\$100.00. Both companies are set-up to facilitate the Company's venture into the power plant project in Vietnam.

12. Changes in Contingent Liabilities

The changes in contingent liabilities of the Group since 31 October 2010 until 30 April 2011 were as follows: -

	As at 30 April 2011 RM'000	As at 31 October 2010 RM'000
Bank guarantees issued for - execution of contracts of the Company or Subsidiaries company	69,510 =====	55,616 =====

13. Capital Commitment

As at 30 April 2011, Capital commitment contracted for but not provided in the financial statements amounted to RM600,000.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS

1. Review of Financial Performance.

The Group achieved revenue of RM73.8 million for the current quarter ended 30 April 2011, an increase of 35% from the previous year's corresponding quarter of RM54.7 million. The increase was mainly due to higher revenue contributed from recognition of works done for the projects in the construction division and better sales from the steel related products.

Corresponding with the increase in revenue, the Group was able to achieve a profit before tax of RM1.9 million for the current quarter as compared to a profit before tax of RM894,000 in the preceding year's corresponding quarter.

2. Variation of Results against Preceding Quarter.

The Group's revenue for the current quarter of RM73.8 million represents a 3% decrease from the revenue of RM76.2 million in the preceding quarter ended 31 January 2011. Although revenue reduced slightly, the Group was still able to remain profitable in the current quarter achieving a profit before tax of RM1.9 million compared with a profit before tax of RM1.1 million in the preceding quarter due to overall better margins for all divisions.

3. Prospects.

In anticipation of the spending for infrastructure and development projects which requires vast amount of steel related products, the outlook for the steel and construction industries are expected to improve. However, this remains a competitive market.

For the current financial year ending 31 October 2011, the Group remains focused on improving operational efficiencies to increase its competitiveness. The Board is optimistic that the prospects of the Group will remain favourable in light of the outlook of the steel and construction industries and the Group's strategies.

4. Profit Forecast / Guarantee

The Company did not issue any profit forecast or guarantees.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)

5. Taxation

Included in the taxation are the following:

	Current Quarter Ended 30 April 2011 RM'000	Year-to-date Ended 30 April 2011 RM'000
Taxation		
- Current Year	1,359	1,654
	=====	=====

The tax provision was based on the estimated taxable amount. The tax charge of the Group is mainly from profitable subsidiaries' taxation, and for tax purposes, cannot be utilized to set off against losses of other companies within the Group.

The deferred tax asset of the Group is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized.

6. Unquoted Investments and Properties

There were no purchases or sale of unquoted investments and properties for the quarter under review.

7. Purchase / Disposal of Quoted Securities

There were no purchases or disposal of quoted securities for the quarter under review.

8. Status of the Corporate Exercise

There are no corporate proposals announced but not completed as at the date of this report.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)

9. Group Borrowings

Group borrowings as at 30 April 2011 including interest denominated in Ringgit Malaysia are as follows: -

	Secured <u>RM'000</u>	Unsecured <u>RM'000</u>	Total <u>RM'000</u>
Short term borrowings	136,263	-	136,263
Overdraft	20,623	-	20,623
Long term borrowings	2,330	-	2,330
Total	<u>159,216</u>	<u>-</u>	<u>159,216</u>

10. Realised and Unrealised Profit or Loss

The breakdown of the Group's retained profits / (accumulated losses) as at 30 April 2011 into realised and unrealised profits or losses are as follows:

	As At 30 April 2011 RM'000	As At 31 October 2010 RM'000
Retained profits / Accumulated losses		
- Realised	(70,891)	(72,675)
- Unrealised	9,025	9,023
	<u>(61,866)</u>	<u>(63,652)</u>
Less : Consolidation adjustments	74,818	75,186
	<u>12,952</u>	<u>11,534</u>

11. Off Balance Sheet Financial Instruments

As at 27 June 2011, the Group does not have any off balance sheet financial instruments.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)

12. Material Litigation

On 19 October 2006, the Company announced that its subsidiary company, JAKS-KDEB Consortium Sdn Bhd ("JKDEB") has on 6 October 2006 filed a civil suit against Perbadanan Urus Air Selangor Berhad ("PUAS"), Syarikat Bekalan Air Selangor Sdn Bhd ("SYABAS") and Government of the State of Selangor Darul Ehsan ("Selangor Government") (collectively referred as the "Defendants") for the breach of the Supply Agreement dated 25 October 2001 ("Supply Agreement") awarded by the Selangor Government to supply pipes and fittings in the whole State of Selangor Darul Ehsan including the Federal Territory of Kuala Lumpur and Putrajaya.

JKDEB has claimed for declarations, damages and injunctions to restrain PUAS and SYABAS from purchasing pipes and fittings all water projects being carried out in Selangor, Federal Territory of Kuala Lumpur and Putrajaya except from JKDEB and the specific performance of the Supply Agreement.

The case management in respect of the legal suit commenced on 29 May 2008 is still on-going and the final Case Management will be on 12 October 2010 to ensure all issues to be tried and statement of agreed facts are resolved. The trial date has been fixed on 16 December 2010, 17 December 2010, 20 January 2011 and 21 January 2011. The oral submissions will be heard on 24 January 2011 to 26 January 2011.

After the Case Management on 16 December 2010 and 17 December 2010, the Kuala Lumpur High Court has fixed trial dates to begin on 28 March 2011, 29 March 2011, 5 May 2011, 6 May 2011, 20 May 2011, 8 June 2011, 9 June 2011 and 10 June 2011. However, the trial was concluded on 9 June 2011 and the matter is now fixed for decision on 12 September 2011.

13. Dividend

No dividend has been declared nor paid for the quarter under review.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)

14. Earnings or Loss Per Ordinary Share

a) Basic Earnings or Loss Per Share

The earnings or loss per share has been calculated based on the Group's profit or loss attributable to ordinary shareholders for the period and the weighted average number of ordinary shares outstanding as at end of the period.

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Quarter 30/4/11 RM'000	Preceding Year Quarter 30/4/10 RM'000	Current Year To-date 30/4/11 RM'000	Preceding Year To-date 30/4/10 RM'000
Profit / (Loss) for the period attributable to Ordinary Shareholders	553	809	1,418	526
Weighted average Number of Share in issue (RM1.00 each)	438,361	438,361	438,361	438,361
Basic Earnings / (Loss) Per Share (sen)	0.13	0.18	0.32	0.12

b) Diluted Earnings or Loss Per Share

This is not applicable, as there exists no share option, warrants or other financial instruments that will dilute or have the effect of diluting the basic earnings or loss per share.

15. Report on the 2 x 600 MW Hai Duong Thermal Power Plant Project in Vietnam.

The Company ("JAKS") announced on 17 October 2008 that it had received a letter dated 10 October 2008 from the Ministry of Industry and Trade of Vietnam ("MOIT") to prepare for submission, the Investment Project ("IP") Report for the above power plant in Hai Duong Province in Northern Vietnam ("Project"). The IP Report also includes the Environmental Impact Assessment ("EIA") Report for submission and approval of the Ministry of Natural Resources and Environment ("MONRE").

The Company appointed Institute of Energy, an Electricity of Vietnam ("EVN") owned consultancy to prepare the IP and EIA Reports, which has been submitted to MOIT and MONRE respectively in August 2009. Appraisal for the IP Report has been completed by MOIT on 15 January 2010 while the EIA has been approved by MONRE in 27 February 2010.

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)

The MOIT has also approved that the project be carried out on a Build-Own-Transfer (“BOT”) Basis and a Memorandum of Understanding (“MOU”) was signed on 13 May 2009 to this effect. Negotiations for the Principle Agreement, which sets out the common principles for all the project agreements was completed and signed on 10 July 2009.

On 8 April 2010, after intensive negotiations, the relevant authorities and Government agencies in Vietnam entered into various Memorandum of Agreements (“MOA”) with JAKS to confirm the parties agreement to the terms and conditions of the documents as follows:

- a) MOA with MOIT, in relation to the BOT Contract, where the parties confirmed their agreement on all terms of the BOT Contract except for two issues which have been identified.
- b) MOA with EVN, in relation to the Power Purchase Agreement (“PPA”) where the parties confirmed their agreement to the terms and conditions to the PPA (subject to the finalization of the BOT Contract), including without limitation the tariff stated therein.
- c) MOA with Vietnam National Coal-Mineral Industries Group (“Vinacomin”) in relation to the Coal Supply Agreement (“CSA”) where the parties confirmed their agreement to the terms and conditions to the CSA, including without limitation the coal price as stated therein.
- d) MOA with the Department of Natural Resources and Environment of Hai Duong People’s Committee, in relation to the Land Lease Agreement (“LLA”) where the parties confirmed their agreement to the terms and conditions for the lease of the project site land.
- e) In addition, the Company also executed an MOA with China Huadian Engineering Co. Ltd (“CHEC”), in relation to the Engineering, Procurement and Construction (“EPC”) Contract where the parties confirmed their agreement to the terms and conditions for the EPC Contract.

Application of the Investment Certificate was submitted on 24 November 2010. The Ministry of Planning and Investment (MPI) requested clarification on 18 February 2011 and these were submitted on 10 March 2011. Several clarification meetings were held since then and the Company is currently awaiting the issuance of the Investment Certificate.

Subject to the issuance of the Investment Certificate, the Board will finalise the investments and funding options to undertake the project.

**By Order of the Board
28 June 2011.**