

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE 14 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2013

THE FIGURES HAVE NOT BEEN AUDITED

The Directors are pleased to announce the unaudited financial results for the 14 months financial period ended 31 December 2013.

	Individual Period		Cumulative Period	
	Current Year 2 months ended 31-Dec-2013 RM'000	Preceding Year 2 months ended 31-Dec-2012 RM'000	Current Year 14 months period ended 31-Dec-2013 RM'000	Preceding Year 12 months period ended 31-Oct-2012 Restated RM'000
Revenue	76,457	N/A	586,378	376,381
Cost of Sales	(64,561)	N/A	(507,611)	(338,295)
Gross Profit	11,896	N/A	78,767	38,086
Other Operating Income	293	N/A	596	1,718
Other Operating, Administrative, Selling and Distribution expenses	(9,401)	N/A	(41,810)	(21,187)
Operating Profit before finance cost	2,788	N/A	37,553	18,617
Finance cost	(1,728)	N/A	(17,770)	(10,394)
Profit Before Taxation	1,060	N/A	19,783	8,223
Taxation	(840)	N/A	(9,126)	(6,208)
Net Profit For The Period	220	N/A	10,657	2,015
Other Comprehensive Income	-	N/A	-	-
Total Comprehensive Income for the Period	220	N/A	10,657	2,015
<u>Total Comprehensive Income for the Period</u>				
<u>Attributable to :</u>				
Owners of the Parent	308	N/A	7,503	2,750
Non-Controlling Interests	(88)	N/A	3,154	(735)
	220	N/A	10,657	2,015
Earnings Per Share attributable to Owners of the parent (sen) :				
- Basic	0.07	N/A	1.71	0.63
- Diluted	N/A	N/A	N/A	N/A

Notes :

- The financial year end of the Company has been changed from 31 October to 31 December to cover the 14-months period from 1 November 2012 to 31 December 2013 and thereafter, to end on 31 December each year. Accordingly, there are no comparative figures to be presented in this Condensed Consolidated Statement of Comprehensive Income.
- The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2012 and the accompanying notes attached to the interim financial statements.

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013.

	(Unaudited) As At End Of Financial Period End 31-Dec-2013	(Audited) As At End Of Financial Year End 31-Oct-2012
	RM'000	RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	37,975	96,295
Investment properties	213	219
Development Expenditure	101,380	93,385
Golf Club memberships	537	545
Goodwill on Consolidation	185,225	155,223
Deferred Tax Assets	9,631	10,617
Land held for Development	56,494	-
	391,455	356,284
Current Assets		
Inventories	15,622	13,188
Property Development Costs	412,336	184,507
Amount due from customers for contract works	81,895	154,706
Trade and Other Receivables	221,785	111,168
Deposits placed with licensed banks	38,222	17,839
Cash and bank balances	94,189	16,920
	864,049	498,328
Total Assets	1,255,504	854,612
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	438,361	438,361
Share Premium	8,369	8,369
Accumulated Losses	(1,109)	(8,612)
	445,621	438,118
Non-controlling interests	68,879	5,006
TOTAL EQUITY	514,500	443,124
Non-Current Liabilities		
Long Term Borrowings	193,925	3,122
Deferred Tax Liabilities	203	789
	194,128	3,911
Current Liabilities		
Trade and Other Payables	258,670	223,872
Tax Payable	7,589	3,414
Bank borrowings	240,185	142,065
Bank overdraft	40,432	38,226
	546,876	407,577
TOTAL EQUITY AND LIABILITIES	1,255,504	854,612
Net Assets Per Share attributable to Owners of the parent (RM)	1.02	1.00

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2012 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD
(COMPANY NO. 585648-T)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 14 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2013.

	Current Year 14 months period ended 31-Dec-2013 RM'000	Preceding Year 12 months period ended 31-Oct-2012 Restated RM'000
Cash flows from operating activities		
Profit for the period	7,503	2,750
Adjustment for:		
Depreciation and amortisation	5,160	4,090
Taxation	9,126	6,208
Dividend income	-	(19)
Interest expense	18,758	11,453
Interest income	(988)	(1,059)
Loss / (Gain) on disposal of property, plant & equipment	(12)	(1,335)
Allowance for doubtful debts no longer required	-	(268)
Non-Controlling interests	3,154	(735)
Operating profit before working capital changes	42,701	21,085
(Increase)/Decrease in working capital		
Inventories	(2,434)	18,029
Amount due from customers for contract works	72,811	(19,767)
Trade and other receivables	17,355	(13,263)
Development expenditure	(7,995)	(15,639)
Property Development Expenditure	(53,443)	(180,464)
Trade and other payables	(11,268)	207,191
	15,026	(3,913)
	57,727	17,172
Interest paid	(16,315)	(10,742)
Interest received	988	1,059
Income tax paid	(11,852)	(6,805)
Net Operating Cash Flow	30,548	684
Cash flows from investing activities		
Dividend received	-	19
Acquisition of subsidiary company net of cash acquired	(40,137)	-
Purchase of property, plant & equipment	(2,779)	(1,184)
Proceeds from disposal of property, plant & equipment	60	1,339
Net Investing Cash Flow	(42,856)	174
Cash flows from financing activities		
Interest paid	(2,442)	(711)
Drawdown / (Repayment) of short term borrowings	25,284	2,463
Drawdown (Repayment) of hire purchase liabilities	(1,239)	(1,785)
Drawdown / (Repayment) of bank term loans	86,152	-
Fixed Deposits held as security value	(20,383)	(5,992)
Net Financing Cash Flow	87,372	(6,025)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE 14 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2013. (Cont.)**

	Current Year 14 months period ended 31-Dec-2013 RM'000	Preceding Year 12 months ended 31-Oct-2012 Restated RM'000
Net Change in Cash & Cash Equivalents	75,064	(5,167)
Cash & Cash Equivalents at beginning of the year	(21,307)	(16,139)
Cash & Cash Equivalents at end of the period.	53,757	(21,306)

Cash and Cash Equivalents

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

Deposits placed with licensed banks	38,222	17,839
Cash & bank balances	94,189	16,920
Bank overdrafts	(40,432)	(38,226)
	91,979	(3,467)
Less : Deposit held as security values	(38,222)	(17,839)
	53,757	(21,306)

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2012 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 14 MONTHS FINANCIAL PERIOD ENDED 31 DECEMBER 2013.

	Attributable to Equity Holders of the Parent				Non-Controlling Interest	Total Equity
	Share Capital	Share Premium	Retained Earnings/ (Accumulated Losses)	Sub-Total		
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Current Year						
14 Months period ended						
31 December 2013.						
Balance as at 1 November 2012	438,361	8,369	(8,612)	438,118	5,005	443,123
Acquisition of a subsidiary	-	-	-	-	60,720	60,720
Total Comprehensive Income / (Loss) for the Period	438,361	8,369	(8,612)	438,118	65,725	503,843
	-	-	7,503	7,503	3,154	10,657
Balance as at 31 December 2013.	438,361	8,369	(1,109)	445,621	68,879	514,500
Preceding Year						
12 Months period ended						
31 October 2012.						
Balance as at 1 November 2011	438,361	8,369	(11,362)	435,368	5,741	441,109
Total Comprehensive Income / (Loss) for the Period	-	-	2,750	2,750	(735)	2,015
Balance as at 31 October 2012.	438,361	8,369	(8,612)	438,118	5,006	443,124

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the year ended 31 October 2012 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 Paragraph 9.22 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 2012.

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 2012.

2. Changes in Accounting Policies.

The significant accounting policies applied in the quarterly report are consistent with those adopted in the Group’s audited financial statements for the financial year ended 31 October 2012 except for the adoption of the following FRSs, IC Interpretations, amendments to FRSs and IC interpretations issued by Malaysia Accounting Standard Board (“MASB”) that are mandatory for the Group.

The following revised FRS, amendments/improvements to FRS, IC Interpretations and amendments to IC Interpretations that have been issued by the Malaysian Accounting Standards Board but are not yet effective for the Group are as follows:-

		Effective for financial periods beginning on or after
<u>New FRSs</u>		
FRS 9	Financial Instruments	1 January 2015
FRS 10	Consolidated Financial Statements	1 January 2013
FRS 11	Joint Arrangements	1 January 2013
FRS 12	Disclosure of Interests in Other Entities	1 January 2013
FRS 13	Fair Value Measurement	1 January 2013
<u>Revised FRSs</u>		
FRS 119	Employee Benefits	1 January 2013
FRS 124	Related Party Disclosures	1 January 2012
FRS 127	Separate Financial Statements	1 January 2013
FRS 128	Investment in Associates and Joint Ventures	1 January 2013

JAKS RESOURCES BERHAD (Company No. 585648-T)

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

<u>Amendments / Improvements to FRSs</u>		Effective for financial periods beginning on or after
FRS 1	First-time Adoption of Financial Reporting Standards	1 January 2012 and 1 January 2013
FRS 7	Financial Instruments : Disclosures	1 January 2012 and 1 January 2013
FRS 10	Consolidated Financial Statements	1 January 2013
FRS 11	Joint Arrangements	1 January 2013
FRS 12	Disclosure of Interests in Other Entities	1 January 2013
FRS 101	Presentation of Financial Statements	1 July 2012 and 1 January 2013
FRS 112	Income Taxes	1 January 2012
FRS 116	Property, Plant and Equipment	1 January 2013
FRS 132	Financial Instruments: Presentation	1 January 2013 and 1 January 2014
FRS 134	Interim Financial Reporting	1 January 2013
<u>New IC Int</u>		
IC Int 20	Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
<u>Amendments to IC Int</u>		
IC Int 2	Members' Share in Co-operative Entities	1 January 2013

3. **Qualification of Audit Report on Financial Statements.**

The financial statements of JAKS for the financial year ended 31 October 2012 have been reported on without any audit qualification.

4. **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.

5. **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 period under review.

JAKS RESOURCES BERHAD (Company No. 585648-T)

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

6. Material changes in estimates

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

7. 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.

8. Dividend

No dividend has been paid respect of the financial period under review.

9. Segmental Information for the 14 Months Financial Period Ended 31 December 2013.

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

Business Segments

	Construction and Property Development RM'000	Trading RM'000	Manufacturing RM'000	Investment RM'000	Elimination RM'000	Total RM'000
REVENUE						
External Revenue	527,453	37,624	21,021	280	-	586,378
Inter-Company	208,222	56,275	9,055	5,460	(279,012)	-
	735,675	93,899	30,076	5,740	(279,012)	586,378
Segment Results	38,443	1,316	(793)	(2,009)		36,957
Other Income						596
Finance Cost						(17,770)
Profit Before Taxation						19,783
Taxation						(9,126)
Profit After Taxation						10,657
<u>Attributable to :</u>						
Owners of the parent						7,503
Non-Controlling Interests						3,154
						<u>10,657</u>

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

10. 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 2012.

11. 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.

12. 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 19 March 2013, the Company acquired Harbour Town Sdn Bhd ("Harbour Town") at a consideration of RM2.00 to facilitate the Company's venture into new investments in property development. On 29 March 2013, Harbour Town entered into a Share Sales and Purchase agreement with Island Circle Development (M) Sdn Bhd ("Island Circle") to acquire 51% equity interest in MNH Global Assets Management Sdn Bhd ("MNH") for a total cash consideration of RM93.2 million ("the Acquisition"). At an Extraordinary General Meeting of the Company held on 9 July 2013, the shareholders of the Company approved the Acquisition.

On 23 August 2013, with the payment of the balance consideration to Island Circle, the Acquisition has been completed and consequently, MNH became a 51% owned subsidiary of the Group.

On 20 December 2013, the Company acquired two shelf companies, Harbour Front Development Sdn Bhd ("HFD") and Premier Place Property Sdn Bhd ("PPP"), both incorporated in Malaysia at a consideration of RM2.00 each. HFD and PPP, both incorporated on 19 December 2013, have each authorized capital of RM400,000.00 and issued and paid-up capital of RM2.00 and will be the wholly-owned subsidiaries of the Company.

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

13. Changes in Contingent Liabilities

The changes in contingent liabilities of the Group since 31 October 2012 until 31 December 2013 were as follows: -

	As at 31 December 2013 RM'000	As at 31 October 2012 RM'000
Bank guarantees issued for - execution of contracts of the Company or Subsidiaries company	106,503 =====	110,564 =====

14. Capital Commitment

As at 31 December 2013, Capital commitment contracted for but not provided in the financial statements amounted to RM5,531.54 million.

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

1. Review of Financial Performance.

The Group achieved revenue of RM76.5 million in the two months ended 31 December 2013. For the 14 months period ended 31 December 2013, the Group achieved revenue of RM586.4 million. In the preceding year 12 months period ended 31 October 2012, the Group achieved revenue of RM376.4 million. The increase in revenue stems from the recognition of additional two months of revenue as well as higher recognition of the Property Development's revenue in the current year following the consolidation of the results of MNH Global Assets Management Sdn Bhd (MNH) for the Ara Damansara project as well as the progress billing on JAKS Island Circle Sdn Bhd for the Pacific Star project at Section 13 Petaling Jaya.

The Group achieved profit before tax of RM1.1 million and RM19.8 million in the current year 2 months and 14 months period ended 31 December 2013 respectively as compared with the profit before tax of RM8.2 million in the preceding year 12 months period ended 31 October 2012. The higher profit achieved for the 14 months was in line with the higher revenue achieved. The Group's profit before tax improved by more than double to RM19.8 million for the 14 months ended 31 December 2013 compared to RM8.2 million for the 12 months period in the preceding year.

2. Variation of Results against Preceding Quarter.

	Current Year 2 months 1/11/13-31/12/13 RM'000	Immediate Preceding 3 months 1/8/13 – 31/10/13 RM'000
Revenue	76,457	132,909
Profit before tax	1,060	10,075

The lower profit before tax in the period ended 31 December 2013 was due to there being only recognition of profit for two months as compared with three months in the preceding quarter as well as lower progress billing in the period under review.

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

3. Prospects.

The Company on 2 October 2013 announced the change of its financial year end from 31 October to 31 December 2013. For the coming financial year, the Construction and Property Development division will continue to drive the revenues and profit for the Group as it is able to recognize them from the construction projects that are already in progress as well as the encouraging property sales of the Pacific Star project at Section 13 Petaling Jaya and Ara Damansara.

From the positive results in the 14 months period of the financial year and with the consolidation of the MNH results in the remaining project period, the Group can expect to see further improvement in coming financial year.

4. Profit Forecast / Guarantee

The Company did not issue any profit forecast or guarantees.

5. Taxation

Included in the taxation are the following:

	Current Year 2 months Period Ended 31 December 2013 RM'000	Current Year 14 months Period Ended 31 December 2013 RM'000
<u>Taxation</u>		
Current Year	840	9,126

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. Status of the Corporate Exercise

There were no corporate proposals announced but not completed as at the date of this report except as stated in Note B, Item 13 in relation to the Proposed Joint Venture.

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

7. Group Borrowings

Group borrowings as at 31 December 2013 including interest denominated in Ringgit Malaysia are as follows: -

	Secured RM'000	Unsecured RM'000	Total RM'000
Short term borrowings	240,185	-	240,185
Overdraft	40,432	-	40,432
Long term borrowings	193,925	-	193,925
Total	474,542	-	474,542

8. Realised and Unrealised Profit or Loss

The breakdown of the Group's retained profits / (accumulated losses) as at 31 December 2013 into realised and unrealised profits or losses are as follows:

	As At 31 December 2013 RM'000	As At 31 October 2012 RM'000
Retained profits / Accumulated losses		
- Realised	(10,536)	(18,439)
- Unrealised	9,427	9,827
	(1,109)	(8,612)

9. Notes to the statement of comprehensive income

The profit before taxation is derived after taking into consideration the following:

Expense / (Income)	Current Period-to-date 31 December 2013 RM'000
Rental Income	(280)
Interest Income	(988)
Interest Expense	18,758
Depreciation and amortization	5,160
Provision for and write off	
Of receivables no longer required	-
Provision for and write off	
Of inventories	-
Gain on disposal of property, Plant & equipment	(12)
Impairment of Assets	-
Foreign exchange gain or loss	-
Exceptional item	-

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

10. Material Litigation

On 19 October 2006, the Company announced that its subsidiary company, JAKS-KDEB Consortium Sdn Bhd (“JKDEB”) had 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 had 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. On 5 October 2011, the Kuala Lumpur High Court dismissed the action taken by JKDEB against the three defendants with cost.

JKDEB then served the Notice of Appeal against the Kuala Lumpur High Court decision on 3 November 2011. Subsequent to a number of case management, the Court of Appeal on 14 November 2013 dismissed the appeal.

JKDEB the filed on 4 February 2014 to the Federal Court a Notice of Motion for leave to appeal to the Federal Court against the decision of the Court of Appeal dated 14 November 2013. The leave to appeal is still under case management and the Federal Court has fixed 6 May 2014 for further hearing of the case management.

11. Dividend

No dividend has been declared for the quarter under review.

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

12. Earnings Per Ordinary Share

a) Basic Earnings Per Share

The earnings per share has been calculated based on the Group's profit attributable to owners of the Parent 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	Preceding Year	Current Year	Preceding Year
	2 Months Ended	2 Months Ended	14 Months Ended	12 Months Ended
	31/12/13	31/12/12	31/12/13	31/10/12
	RM'000	RM'000	RM'000	RM'000
Profit for the period attributable to owners of the Parent	308	N/A	7,503	2,750
Weighted average Number of Share in issue (RM1.00 each)	438,361	438,361	438,361	438,361
Basic Earnings Per Share (sen)	0.07	N/A	1.71	0.63

b) Diluted Earnings 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 per share.

13. Independent Power Plant Venture in Vietnam

The JRB Group was in June 2011 awarded the contract to undertake the design, engineering, construction, operation and maintenance of a 2 x 600 megawatt coal-fired thermal power plant project ("IPP Project") in Hai Doung Province in Vietnam pursuant to a Build-Operate-Transfer contract ("BOT Contract") for a 25-year operation term.

On 16 April 2013, the Company announced that the following agreements had been entered into on 15 April 2013 to facilitate the Proposed Joint Venture between JAKS Power Holding Limited ("JPH") and Wuhan Kaidi Electric Power Engineering Co., Ltd ("Kaidi") under a 60:40 shareholding structure:-

- (a) subscription agreement between JAKS Pacific Power Limited (a wholly-owned subsidiary of JPH which in turn is a wholly-owned subsidiary of JRB) and Kaidi for Kaidi to subscribe for 80 JPP Shares at the subscription price of HKD1.00 per JPP Share; and

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

- (b) shareholders' agreement and supplemental shareholders' agreement between JPH, Kaidi and JPP to regulate their proposed relationship inter se as shareholders of JPP as well as certain other matters relating to the management of JPP and also to govern their relationship inter se in respect of matters related to JAKS Hai Duong Power Company Limited.

On 28 June 2013, the shareholders of the Company approved the Proposed Joint Venture at an Extraordinary General Meeting held so that it can proceed with the joint venture partners in raising the required funding to fully implement the project.

On 3 September 2013, the Company announced that JPP and Kaidi had mutually agreed to further extend the cut-off date to fulfil the conditions precedent as set out in the Kaidi Subscription Agreement for a further period of two (2) months to 30 October 2013. On 30 October 2013, both parties agreed to further extend the cut-off date to enable Kaidi to fulfil its obligations from the expiry of 30 October 2013 to 31 March 2014.

One of the important milestone in the BOT Contract relates to the Financial Close ("FC") date of 30 October 2013 where the Proposed Joint Venture will have to make available all the project financing for the IPP Project. As there is an extension to the fulfillment of the Kaidi Subscription Agreement, JPP has written to Ministry of Industry and Trade of the Socialist Republic of Vietnam ("MOIT") to seek a waiver for JPP and/or JHDP from achieving the FC by 30 October 2013.

After several discussions, MOIT verbally informed JAKS to reapply for extension of FC for another year. With this, on 8 January 2014, JHDP submitted application to MOIT for the FC to be extended to 31 October 2014. As at the date of this announcement, JRB Group is awaiting for MOIT's decision for the FC extension.

14. Comparative figures

The following comparative for the year ended 31 October 2012 have been restated to conform to the current year's presentation:

	As Restated	As previously reported.
	RM'000	RM'000
<u>Items in the consolidated Statement</u>		
<u>Of Comprehensive Income</u>		
Revenue	376,381	327,532
Cost of Sales	(338,295)	(295,654)
Gross Profit	38,086	31,878

JAKS RESOURCES BERHAD (Company No. 585648-T)

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

	As Restated	As previously reported.
	RM'000	RM'000
<u>Items in the consolidated Statement</u>		
<u>Of Comprehensive Income (cont.)</u>		
Other Expenses	21,056	21,406
Finance Cost	10,394	11,127
Tax	6,208	5,988
Share of Profit of a Jointly Controlled Entity	-	7,071

The Consolidated Statement of Cash Flows has also been restated to reflect the above reclassifications.

15. Change of Financial year

The Company had on 2 October 2013 announced the change of financial year end from 31 October to 31 December in the current year. The current financial period is effective 1 November 2012 to 31 December 2013, covering a period of 14 months. Thereafter, the next subsequent financial year of the Group ends 31 December every year.

16. Other Information.

On 26 December 2013, JAKS Resources Berhad had entered into agreements with its wholly owned subsidiaries, Premier Place Property Sdn Bhd (PPP) and Harbour Front Development Sdn Bhd (HFD) to dispose of the following properties respectively at the considerations mentioned below.

- a) Freehold land held under Geran Mukim 85 Lot 526, Geran Mukim 84 Lot 527, Geran Mukim 83 Lot 528 all in Tempat Sungai Penaga, Mukim Damansara, Daerah Petaling, Negeri Selangor and the land held under Geran Mukim 319 Lot 62506, Tempat Sungai Penaga, Pekan Subang Jaya Damansara, Daerah Petaling, Negeri Selangor for cash consideration of RM163.0 million; and
- b) Freehold land held under Geran 313757 Lot 72086, Mukim Kapar, Daerah Klang, Selangor Darul Ehsan for cash consideration of RM53.0 million

The gain on disposal of RM159.5 million recognized by JAKS Resources Berhad at the company level is eliminated at Group level.

17. Authorisation for issue

The interim financial statements were authorized for issue by the Board of Directors on 27 February 2014.

Date : 27 February 2014.