

JAKS RESOURCES BERHAD
REGISTRATION NO. 200201017985 (585648-T)
CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

THE FIGURES HAVE NOT BEEN AUDITED

The Directors are pleased to announce the 2nd Quarter unaudited financial results for the financial period ended 30 June 2024

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Quarter ended 30-Jun-2024	Preceding Year Quarter ended 30-Jun-2023	Current Year To-date ended 30-Jun-2024	Preceding Year To-date ended 30-Jun-2023
	RM'000	RM'000	RM'000	RM'000
Revenue	13,090	3,312	27,307	17,472
Cost of Sales	(6,147)	(2,505)	(21,483)	(15,842)
Gross Profit	6,943	807	5,824	1,630
Other Operating Income	440	646	950	1,135
Selling and Distribution expenses				
Other Operating, Administrative Expenses	(17,492)	(13,077)	(33,489)	(27,952)
Operating Loss before finance cost	(10,109)	(11,624)	(26,715)	(25,187)
Finance cost	(7,182)	(6,177)	(15,236)	(11,900)
Operating Loss after finance cost	(17,291)	(17,801)	(41,951)	(37,087)
Share of Profit in Joint Venture	21,331	32,312	53,715	60,638
Profit/(Loss) Before Taxation	4,040	14,511	11,764	23,551
Taxation	(108)	(75)	(382)	(129)
Net Profit/(Loss) For The Period	3,932	14,436	11,382	23,422
Other Comprehensive Income / (Loss)				
Foreign currency translation	-	-	-	-
Total Comprehensive Income/(Loss) for the Period	3,932	14,436	11,382	23,422
<u>Net Profit/(Loss) For The Period Attributable to :</u>				
Owners of the Company	8,422	19,111	20,864	33,188
Non-Controlling Interests	(4,490)	(4,675)	(9,482)	(9,766)
	3,932	14,436	11,382	23,422
Earnings/(Loss) Per Share attributable to Owners of the Company (sen) :				
- Basic	0.35	0.90	0.86	1.57
- Diluted	0.35	0.90	0.86	1.57
Weighted average number of Ordinary Shares in issue ('000)	2,417,378	2,113,127	2,417,378	2,113,127
Weighted average number of Ordinary Shares in issue (diluted) ('000)	2,417,378	2,113,127	2,417,378	2,113,127

Notes :

The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes attached to the interim financial statements.

JAKS RESOURCES BERHAD
REGISTRATION NO. 200201017985 (585648-T)
CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2024

	(Unaudited) As At End Of Financial Period End 30-Jun-2024 RM'000	(Audited) As At End Of Financial Year End 31-Dec-2023 RM'000
ASSETS		
Non-current Assets		
Property, Plant and Equipment	291,602	296,600
Investment properties	583,158	591,331
Investment in Joint Venture	943,960	904,452
Golf Club memberships	286	286
Right of use of Assets	1,822	2,051
	1,820,828	1,794,720
Current Assets		
Inventories	483	483
Contract assets	92,236	102,030
Trade and Other Receivables	421,135	417,625
Amount due from Joint Venture	10,291	10,291
Deposits placed with licensed banks	12,074	22,222
Cash and bank balances	31,955	41,803
	568,174	594,454
Total Assets	2,389,002	2,389,174
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share Capital	1,154,950	1,125,105
Reserves	4,682	5,412
Accumulated Profit	369,116	349,344
	1,528,748	1,479,861
Non-controlling interests	(70,996)	(61,514)
TOTAL EQUITY	1,457,752	1,418,347
Non-Current Liabilities		
Long Term Borrowings	407,622	420,581
Deferred Tax Liabilities	30	30
	407,652	420,611
Current Liabilities		
Trade and Other Payables	457,827	476,105
Bank borrowings	59,894	68,200
Bank overdraft	5,877	5,911
	523,598	550,216
TOTAL EQUITY AND LIABILITIES	2,389,002	2,389,174
No of Ordinary Shares	2,606,836	2,369,851
Net Assets Per Share attributable to Owners of the parent (RM)	0.59	0.62

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD

REGISTRATION NO. 200201017985 (585648-T)

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024

	Current Year 6 Months ended 30-Jun-2024 RM'000	Preceding Year 6 Months ended 30-Jun-2023 RM'000
Cash flows from operating activities		
Profit / (Loss) before tax for the period	11,764	23,551
Adjustment for:		
Depreciation and amortisation	11,667	7,732
Interest expense	15,236	11,900
Interest income	(281)	(347)
Loss/(Gain) on disposal of plant & equipment	2	(209)
Share of Profit in Joint Venture	(53,715)	(60,638)
Allowance for impairment of receivables	2,000	4,000
Operating profit/ (loss) before working capital changes	(13,327)	(14,011)
(Increase)/Decrease in working capital		
Contract assets	9,794	45,492
Trade and other receivables	(5,311)	(20,575)
Trade and other payables	(16,874)	(36,621)
	(12,391)	(11,704)
Net Cash generated from / (used in) Operating activities	(25,718)	(25,715)
Interest paid	(981)	(1,251)
Income tax paid	(252)	(1,486)
Net Operating Cash Flow	(26,951)	(28,452)
Cash flows from / (used in) investing activities		
Purchase of property, plant & equipment and right-of-use	(5)	(37,131)
Interest received	281	347
Proceeds from disposal of property, plant & equipment	2	209
Dividend received from Joint Venture company	14,207	-
Decrease / (Increase) in deposits pledged	5,467	18,293
Net Investing Cash Flow	19,952	(18,282)
Cash flows from / (used in) financing activities		
Proceeds from issuance of share capital	29,845	23,869
Interest paid	(14,255)	(10,649)
Drawdown / (Repayment) of short term borrowings	(8,306)	(9,860)
Drawdown (Repayment) of lease liabilities	(446)	-
Drawdown / (Repayment) of bank term loans	(12,512)	20,637
Share issuance expenses	(1,092)	(401)
Net Financing Cash Flow	(6,766)	23,596

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024. (Cont.)**

	Current Year 6 Months ended 30-Jun-2024	Preceding Year 6 Months ended 30-Jun-2023
	RM'000	RM'000
Net Change in Cash & Cash Equivalents	(13,765)	(23,138)
Cash & Cash Equivalents at beginning of the year	26,624	29,719
Translation Reserve	(730)	(1,279)
Cash & Cash Equivalents at end of the period.	12,129	5,302

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	12,074	34,388
Cash & bank balances	31,955	21,593
Bank overdrafts	(5,877)	(5,028)
	38,152	50,953
Less : Deposit held as security values	(12,074)	(34,388)
Bank balance held as security values	(5,585)	(23)
Debt service reserves account	(8,364)	(11,240)
	12,129	5,302

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes attached to the interim financial statements).

JAKS RESOURCES BERHAD
REGISTRATION NO. 200201017985 (585648-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2024**

	Attributable to Equity Holders of the Company						Non-Controlling Interest	Total Equity	
	Non-Distributable			Distributable					
	Share Capital	Share Options Reserve	Warrant Reserve	Other Reserve	Translation Reserve	Retained Earnings			Sub-Total
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
Current Year									
Quarter ended									
30 June 2024									
Balance as at									
1 January 2024	1,125,105	11,198	215,482	(215,482)	(5,786)	349,344	1,479,861	(61,514)	1,418,347
Total Comprehensive Income for the Period	-	-	-	-	-	20,864	20,864	(9,482)	11,382
Foreign currency translation	-	-	-	-	(730)	-	(730)	-	(730)
Issuance of ordinary shares									
Private placement expenses	-	-	-	-	-	(1,092)	(1,092)	-	(1,092)
Private Placement	29,845	-	-	-	-	-	29,845	-	29,845
Balance as at									
30 June 2024	1,154,950	11,198	215,482	(215,482)	(6,516)	369,116	1,528,748	(70,996)	1,457,752
Preceding Year									
Quarter ended									
30 June 2023									
Balance as at									
1 January 2023	1,074,143	11,198	238,089	(215,482)	(7,618)	310,875	1,411,205	(56,567)	1,354,638
Total Comprehensive Income for the Period	-	-	-	-	-	33,188	33,188	(9,766)	23,422
Foreign currency translation	-	-	-	-	(1,279)	-	(1,279)	-	(1,279)
Issuance of ordinary shares									
Private Placement expenses	-	-	-	-	-	(401)	(401)	-	(401)
Private Placement	23,869	-	-	-	-	-	23,869	-	23,869
Balance as at									
30 June 2023	1,098,012	11,198	238,089	(215,482)	(8,897)	343,662	1,466,582	(66,333)	1,400,249

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2023 and the accompanying notes attached to the interim financial statements).

A. NOTES TO THE INTERIM FINANCIAL REPORT

1. Basis of Preparation.

The interim financial statements are unaudited and have 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 statements should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2023.

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 December 2023.

2. Qualification of Audit Report on Financial Statements.

The financial statements of JAKS for the financial year ended 31 December 2023 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.

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 period under review.

5. Material changes in estimates.

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

6. Issuance and Repayment of Debt and Equity Securities.

There was no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the financial period under review and up to 23 August 2024, save as the Private Placement exercises done.

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

(i) Private Placement

On 1 March 2024, the Company announced to undertake the proposed private placement of up to 303,688,000 new ordinary shares in JAKS (“Placement Share(s)”), representing up to approximately 10% of the total number of issued JAKS Shares at an issue price to be determined and announced at a later date after receipt of all relevant approvals for the Proposed Private Placement. The shareholders’ approval was obtained at an Annual General Meeting (“AGM”) held on 27 June 2023.

On 3 May 2024, the Company had fixed the issue price for the first tranche of Placement Shares at RM0.1200 per share. The issue price of RM0.1200 represents a discount of RM0.0127 or approximately 9.57% to the 5-day volume weighted average price of JAKS Shares from 25 April 2024 to 2 May 2024, being the market day immediately preceding to the Price-Fixing Date of approximately RM0.1327 per JAKS Share (“Price-Fixing Announcement 1”).

On 12 June 2024, the Company had fixed the issue price for the second tranche of Placement Shares at RM0.1450 per share. The issue price of RM0.1450 represents a discount of RM0.016 or approximately 9.947% to the 5-day volume weighted average price of JAKS Shares from 5 June 2024 to 11 June 2024, being the market day immediately preceding to the Price-Fixing Date of approximately RM0.1610 per JAKS Share (“Price-Fixing Announcement 2”).

After the Price-Fixing Announcement 1, a total of 180,700,000 of new Placement Shares were listed on 15 May 2024, raising approximately RM21.684 million. On 24 June 2024, after the Price-Fixing Announcement 2, a total of 56,285,000 new Placement Shares were listed, raising approximately RM8.161 million. Total amount received under first and second tranches is RM29.845 million.

The status of utilisation of proceeds as of 23 August 2024 is as follows.

Proposed utilisation of proceeds	Proceeds raised RM'000	Utilised as at 23.8.24 RM'000	Timeframe for utilisation
(i) Repayment of credit facilities	21,373	19,700	Within 12 months
(ii) Working capital requirements	7,272	7,272	Within 12 months
(iii) Estimated expenses for the Private Placement	1,200	1,200	Immediately
	29,845	28,172	

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

7. Dividend.

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

8. Segmental Information for the Financial Period Ended 30 June 2024.

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 RM'000	Property Investment RM'000	Power Energy RM'000	Investment Holding & Others RM'000	Elimination RM'000	Total RM'000
REVENUE						
External Revenue	4,450	6,338	10,075	6,444	-	27,307
Inter-Company	-	-	-	18,107	(18,107)	-
	4,450	6,338	10,075	24,551	(18,107)	27,307
Segment Results	(21,662)	(10,078)	5,785	(1,710)		(27,665)
Other Income						950
Loss Before Finance Cost						(26,715)
Finance Cost						(15,236)
Loss After Finance cost						(41,951)
Share of Profit in Joint Venture						53,715
Profit Before Taxation						11,764
Taxation						(382)
Profit After Taxation						11,382
<u>Attributable to:</u>						
Owners of the Company						20,864
Non-Controlling Interests						(9,482)
						11,382

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

The Group's revenue for the financial year ended 30 June 2024 based on geographical location is presented as follows:

	RM'000
Malaysia	27,307
Vietnam	-

Total	27,307
	=====

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 December 2023.

10. Significant 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.

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 7 May 2024, JAKS Resources Berhad purchased a shelf company, Angkasa Prospek Sdn Bhd with an issued capital of RM2.00.

On 18 May 2024, JAKS Resources Berhad purchased another shelf company, Hijau Bakti Sdn Bhd with an issued capital of RM2.00.

Both companies were incorporated to facilitate new business ventures and projects.

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

12. Changes in Contingent Liabilities.

The changes in contingent liabilities of the Group since 31 December 2023 until 30 June 2024 were as follows: -

	As at 30 Jun 2024 RM'000	As at 31 Dec 2023 RM'000
Bank guarantees issued for execution of contracts of the Company or Subsidiaries company	40,814 =====	40,814 =====

13. Material Commitment.

There is no material commitments incurred or known to be incurred by the Group that have not been provided for, which upon becoming enforceable, may have a material impact on the financial results/position of the Group.

JAKS RESOURCES BERHAD

REGISTRATION NO. 200201017985 (585648-T)

B. ADDITIONAL INFORMATION ON INTERIM FINANCIAL REPORT REQUIRED BY THE BURSA SECURITIES LISTING REQUIREMENTS (Cont'd)**1. Review of Financial Performance.**

a) Revenue.

Segment	Current Year Quarter Ended 30/6/2024 RM'000	Preceding Year Quarter Ended 30/6/2023 RM'000	Changes %	Current Year To-date Ended 30/6/2024 RM'000	Preceding Year To-date Ended 30/6/2023 RM'000	Changes %
Construction	496	988	(50)	4,450	13,052	(66)
Property Investment	3,101	2,324	33	6,338	4,420	43
Power Energy	4,772	-	100	10,075	-	100
Investment Holding & Others	4,721	-	100	6,444	-	100
Total	13,090	3,312	295	27,307	17,472	56

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

b) Profit / (Loss) Before Tax

Segment	Current Year Quarter Ended 30/6/2024 RM'000	Preceding Year Quarter Ended 30/6/2023 RM'000	Changes %	Current Year To-date Ended 30/6/2024 RM'000	Preceding Year To-date Ended 30/6/2023 RM'000	Changes %
Construction	(7,136)	(6,690)	(7)	(21,785)	(13,119)	(66)
Property Investment	(9,163)	(9,540)	4	(19,350)	(19,929)	3
Power-Energy	443	(194)	328	1,400	(480)	392
Investment Holding & Others	(1,435)	(1,377)	(4)	(2,216)	(3,559)	38
Share of Profit in Joint Venture	21,331	32,312	(34)	53,715	60,638	(11)
	19,896	30,935	(36)	51,499	57,079	(10)
Total	4,040	14,511	(77)	11,764	23,551	(58)

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

For the quarter ended 30 June 2024, the Group achieved revenue of RM13.1 million, which is about 295% increase as compared with the revenue of RM3.3 million achieved in the preceding year's corresponding quarter. The Group recorded a lower profit before tax of RM4.0 million in the second quarter of 2024 as compared to a profit before tax of RM14.5 million recorded in the corresponding quarter of the previous year.

The Construction division reported lower revenue of RM0.5 million in the second quarter of 2024, a reduction of 50% compared to the revenue of RM1.0 million in the same quarter of the previous year. This decline was primarily due to the lower revenue recognition from the local construction works that are in their final stages of completion. With the lower revenue, this division incurred a higher loss before tax of RM7.1 million in this second quarter compared to RM6.7 million loss before tax incurred in the corresponding quarter of the previous year.

In the second quarter under review, the Property Investment division recognised higher revenue contribution of RM3.1 million, from RM2.3 million achieved in the previous year's corresponding quarter due to additional tenants. This division reported a slightly lower loss before tax of RM9.2 million, compared to a loss before tax of RM9.5 million in the second quarter of 2023 as some of the overheads are fixed in nature.

Following the successful completion and achievement of commercial operations date for the 50MW solar photovoltaic project under the Large-Scale Solar ("LSS") 4 Programme in August 2023, the Power-Energy division commenced its business operations of generation and delivery of renewable energy to Tenaga Nasional Berhad ("TNB") under the Power Purchase Agreement with TNB. Revenue contribution of RM4.8 million was recognised and a profit before tax of RM0.4 million achieved from this division for the second quarter of 2024.

The Investment Holding & Others division recorded a revenue of RM4.7 million and a profit before tax of RM19.9 million in the quarter under review, as compared to RM30.9 million profit before tax achieved in the corresponding quarter of the preceding year. The lower profitability was primarily attributed to the lower share of profit of RM21.3 million in the current quarter as compared to RM32.3 million in the preceding year quarter from the Vietnam joint venture.

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

2. Variation of Results against Preceding Quarter.

	Current Year Quarter 1/4/24-30/6/24 <u>RM'000</u>	Immediate Preceding Quarter 1/1/24-31/3/24 <u>RM'000</u>	Changes %
Revenue	13,090	14,217	(8)
Profit/(Loss) before tax	4,040	7,724	(48)

In the current quarter, the Group reported lower revenue amounting to RM13.1 million, decrease by 8% from the preceding quarter. The lower profit of RM4.0 million was reported in the current quarter as compared to RM7.7 million profit in the preceding quarter. The reduced profitability was mainly due to lower share of profit of RM21.3 million in the current quarter as compared to RM32.3 million achieved in the preceding first quarter from the Vietnam joint venture.

3. Prospects.

The Power-Energy division's LSS4 solar project has contributed positively to the Group's revenue for the period. The Group is working on the development of the 29.99 MW Solar Plant under the Energy Commission's Corporate Green Power Programme ("CGPP"), which is expected to contribute positively to the future earnings of the Group upon completion. This division will continue to expand its renewable energy projects and asset portfolio through greenfield development and acquisition of renewable energy assets. The Group is participating in LSS5 bidding which will also serve the Group's sustainability agenda. The Group recognises the pivotal role that profits from the Power-Energy division will play. These profits are seen as crucial in navigating the current constrained construction outlook and overcoming the competitive challenges faced by retail malls in attracting footfall.

The Construction division faces intense competition for new projects amidst a slowdown in construction sector in Malaysia. The rising costs of construction materials and labour cost necessitate a careful approach in projects selection. The division is prioritising projects with sufficient margins to accommodate inflationary pressures. Despite these challenges, the division is actively pursuing construction projects through tender participation and direct proposals, aiming to replenish its order book.

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

The Property Investment division is steadfast in its commitment to improving the occupancy rate and rental yield of its properties. Efforts are focused on enhancing the yield of Evolve Mall in Ara Damansara and Pacific Tower Business Hub in Section 13, Petaling Jaya.

4. Profit Forecast / Guarantee.

The Company did not issue any profit forecast or guarantees.

5. Taxation.

Included in the taxation are the following:

	Current Quarter Ended 30 Jun 2024 RM'000	Year-to-date Ended 30 Jun 2024 RM'000
Taxation	108	382
	=====	=====

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 utilised to set off against losses of other companies within the Group. The effective tax rate was lower as most of the Group's profit generated were derived from the Vietnam operations which has low tax rate of 1% to 2%.

6. Group Borrowings.

Group borrowings as at 30 June 2024 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	59,894	-	59,894
Overdraft	5,877	-	5,877
Long term borrowings	407,622	-	407,622
	-----	-----	-----
Total	473,393	-	473,393
	=====	=====	=====

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

7. Notes to the statement of comprehensive income.

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

	Year-to-date Ended 30 Jun 2024 RM'000
<u>Expenses</u>	
Depreciation and Amortisation	11,667
Interest Expense	15,236
Allowance for Impairment of Receivables	2,000
Loss on disposal of plant & equipment	2
<u>Income</u>	
Interest Income	281
Share of Profit in Joint Venture	53,715

8. Material Litigation.

(a) Star Media Group Berhad (“STAR”) Claim

STAR had on 30 April 2019 served a Writ of Summons and Statement of Claim dated 19 April 2019 against the Company claiming that our Company as the corporate guarantor of JAKS Island Circle Sdn Bhd (“JIC”) is liable for JIC’s purported default of obligations under the Sale and Purchase Agreement entered into on 19 August 2011 between JIC and STAR (“Sale and Purchase Agreement”) to purchase a leasehold land located at Seksyen 13, Petaling Jaya for a purchase consideration of RM135 million. The claim is for inter alia specific relief and damages for the total amount of approximately RM177.72 million.

On 27 May 2019, the Company filed its Defence and Counterclaim against STAR for inter alia damages arising from injury to its reputation and business.

STAR then filed its Reply and Defence to Counterclaim on 20 June 2019.

On 6 August 2019, the Company filed its Amended Defence and Counterclaim against STAR and on 10 September 2019, the Company filed its Reply to Defence to Counterclaim. Various litigation proceedings have been and are still ongoing between STAR and the Company.

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

The hearing of 3 motions for leave to appeal to the Federal Court filed by STAR was held on 23 February 2023. The Federal Court has granted leave to STAR to appeal against the decision of the Court of Appeal dated 27 July 2021. On 9 May 2023, the Court has fixed 5 July 2023 for Case Management. On 5 July 2023, the Federal Court has fixed next Case Management on 15 August 2023 for parties to obtain the Grounds of Judgment for the decision of the Court of Appeal dated 27 July 2021. The Case Management on 20 November 2023 was fixed to do some housekeeping, with the Hearing on 6 December 2023 is maintained.

At the Hearing on 7 March 2024, the Federal Court had unanimously found no merits in STAR appeal against the Company and JIC (In Liquidation) vide Civil Appeal No. 02(i)-16-03/2023(W), Civil Appeal No. 02(i)-17-03/2023(W) and Civil Appeal No. 02(i)-18-03/2023(W) [“ the Appeals”] and dismissed the Appeals with costs of RM150,000.00 to be paid by STAR.

For information purposes only, JIC is no longer an indirect subsidiary of the Company following its disposal by JAKS Sdn Bhd (“JSB”) on 29 September 2020.

(b) Claim against STAR at Kuala Lumpur High Court

On 30 May 2019, the Company and JIC filed a Suit against STAR for breach of the Sale and Purchase Agreement and claimed inter alia the following relief:-

- a) a declaration that the Completion Period for JIC to deliver STAR’s entitlement under the Sale and Purchase Agreement is on 20 June 2020;
- b) a declaration that STAR has breached the Sale and Purchase Agreement;
- c) a declaration that STAR is unjustly enriched;
- d) the sum of RM248,242,987.62 to be paid to JIC as liquidated and ascertained damages;
- e) the sum of RM297,035,481.00 to be paid to the Company as loss of proceeds;
- f) the sum of RM50,000,000.00 together with all interests and all related costs incurred thereto pursuant to the Bank Guarantees to be refunded and/or returned to JIC within 7 days from the date of the Court order; and
- g) damages.

On 5 July 2019, STAR filed its Defence.

Various litigation proceedings have been and are still ongoing between the parties.

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

The main Suit is fixed for trial from 4 March 2024 to 8 March 2024. At the Hearing on 7 March 2024, as mentioned 8 (a) above, the Federal Court dismissed the Appeals with costs of RM150,000.00 to be paid by STAR. Consequently, the Company can proceed at the High Court with its Suit No.: WA-22NCVC-258-04/2019 where the Company has counterclaimed for damages and WA-22NCVC-374-05/2019 where the Company has claimed for liquidated ascertained damages, etc.

On 8 May 2024 Case Management, the Court was informed that both the parties are still in the midst of finalising the trial documents and the Court fixed the next Case Management on 11 July 2024. On 11 July 2024, the High Court further fixed next Case Management on 11 October 2024 for the parties to comply with the pre-trial case management directions. The Trial was fixed from 25 August 2025 to 28 August 2025.

9. Earnings / (Loss) Per Ordinary Share

The earnings / loss per share has been calculated based on the Group's profit / (loss) attributable to owners of the Company 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	Preceding	Current	Preceding
Year	Year	Year	Year
Quarter	Quarter	To-date	To-date
Ended	Ended	Ended	Ended
30/6/24	30/6/23	30/6/24	30/6/23
RM'000	RM'000	RM'000	RM'000

a) Basic Earnings/(Loss) Per Share

Profit/(Loss) for the period attributable to owners of the Company	8,422	19,111	20,864	33,188
Weighted average Number of Share in issue (RM1.00 each) ('000)	2,417,378	2,113,127	2,417,378	2,113,127
Basic Earnings /(Loss) Per Share (sen)	0.35	0.90	0.86	1.57

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

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Quarter Ended 30/6/24 RM'000	Preceding Year Quarter Ended 30/6/23 RM'000	Current Year To-date Ended 30/6/24 RM'000	Preceding Year To-date Ended 30/6/23 RM'000
b) <u>Diluted Earnings/(Loss) Per Share</u>				
Profit/(Loss) for the period attributable to owners of the Company	8,422	19,111	20,864	33,188
Weighted average Number of Share in issue (RM1.00 each) ('000)	2,417,378	2,113,127	2,417,378	2,113,127
Effect of dilution due to issuance of shares	-	-	-	-
Adjusted weighted average Number of Share in issue applicable to diluted Earnings/(Loss) per share (RM1.00 each) ('000)	2,417,378	2,113,127	2,417,378	2,113,127
Diluted Earnings/(Loss) Per Share (sen)	0.35	0.90	0.86	1.57

10. Status of the Corporate Exercise

Dividend Reinvestment Plan ("DRP")

On 13 February 2023, the Company announced a proposal to establish a dividend reinvestment plan which will provide shareholders of JAKS with an option to elect to reinvest in whole or in part, their cash dividend(s) as may be declared by JAKS, which includes any interim, final, special or other types of cash dividend in new ordinary shares in JAKS.

The Proposed DRP was approved by the shareholders of the Company at the Annual General Meeting convened on 27 June 2024.

11. Authorisation for issue.

The interim financial statements were authorised for issue by the Board of Directors on 28 August 2024.