

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

ASSETS	As At Sept 30, 2021 (Unaudited) RM'000	As At Mar 31, 2021 (Audited) RM'000
Non-current assets		
Property, plant and equipment	16,258	17,083
Right-of-use assets	744	843
Investment properties	13,803	13,828
Inventories	23,948	23,155
Trade and other receivables	1,333	-
Goodwill	545	592
Investment in associates	19	259
Total non-current assets	56,650	55,760
Current assets		
Inventories	32,847	32,775
Trade and other receivables	16,970	14,892
Current tax assets	1,013	642
Other assets	240	210
Cash and bank balances	6,618	1,389
Total current assets	57,688	49,908
Total assets	114,338	105,668
EQUITY AND LIABILITIES		
Share capital	135,187	126,784
Accumulated losses	(36,129)	(36,869)
Total equity attributable to equity holders of the Parent	99,058	89,915
Non-controlling interests	2,588	2,587
Total equity	101,646	92,502
Non-current liabilities		
Lease liabilities	251	251
Deferred tax liabilities	681	681
Total non-current liabilities	932	932
Current liabilities		
Trade and other payables	3,387	3,446
Lease liabilities	79	161
Borrowings	8,294	8,627
Total current liabilities	11,760	12,234
Total liabilities	12,692	13,166
Total equity and liabilities	114,338	105,668
Net Assets per Share (RM)	0.36	0.71

The condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended March 31, 2021 and the accompanying explanatory notes attached to the interim financial statements.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Individual Quarter			Cumulative Quarters		
	3 months ended Sept 30, 2021 (Unaudited) RM'000	3 months ended Sept 30, 2020 (Unaudited) RM'000	Changes %	6 months ended Sept 30, 2021 (Unaudited) RM'000	6 months ended Sept 30, 2020 (Unaudited) RM'000	Changes %
Revenue	4,448	2,779	60	8,852	4,139	>100
Cost of sales	<u>(3,905)</u>	<u>(2,443)</u>	>-100	<u>(6,803)</u>	<u>(3,715)</u>	>-100
Gross profit	543	336	62	2,049	424	>100
Investment revenue	-	-	0	1	1	0
Other income	148	162	-9	236	328	-28
Other gains and losses	570	9	>100	577	29	>100
Distribution costs	(13)	(30)	57	(25)	(44)	-43
Administrative expenses	(1,084)	(1,134)	4	(1,852)	(1,757)	-5
Share of loss of associates	-	(2)	-100	(1)	(4)	-75
Finance costs	<u>(95)</u>	<u>(112)</u>	15	<u>(244)</u>	<u>(224)</u>	-9
Profit/(Loss) before tax	69	(771)	>100	741	(1,247)	>100
Tax expense	-	-	-	-	-	-
Profit/(Loss) for the period	69	(771)	>100	741	(1,247)	>100
Other comprehensive income:	-	-	-	-	-	-
Total comprehensive income/(loss) for the period	<u>69</u>	<u>(771)</u>	>100	<u>741</u>	<u>(1,247)</u>	>100
Profit/(Loss) attributable to:						
Equity holders of the Company	68	(770)	>100	740	(1,246)	>100
Non-controlling interests	<u>1</u>	<u>(1)</u>	-	<u>1</u>	<u>(1)</u>	-
	<u>69</u>	<u>(771)</u>	>100	<u>741</u>	<u>(1,247)</u>	>100
Total comprehensive income/(loss) attributable to:						
Equity holders of the Company	68	(771)	>100	740	(1,247)	>100
Non-controlling interests	<u>1</u>	-	-	<u>1</u>	-	-
	<u>69</u>	<u>(771)</u>	>100	<u>741</u>	<u>(1,247)</u>	>100
Basic earnings/(losses) per ordinary share (sen)	<u>0.03</u>	<u>(0.39)</u>	>100	<u>0.43</u>	<u>(0.76)</u>	>100

The condensed consolidated statement of comprehensive income should be read in conjunction with the audited financial statements for the year ended March 31, 2021 and the accompanying explanatory notes attached to the interim financial statements.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share Capital RM'000	Accumulated Losses RM'000	Total RM'000	Non- Controlling Interests RM'000	Total Equity RM'000
Balance as of Apr 1, 2020	126,784	(40,905)	85,879	2,615	88,494
Total comprehensive loss for the period	<u>-</u>	<u>(1,246)</u>	<u>(1,246)</u>	<u>(1)</u>	<u>(1,247)</u>
Balance as of Sept 30, 2020	<u>126,784</u>	<u>(42,151)</u>	<u>84,633</u>	<u>2,614</u>	<u>87,247</u>
Balance as of Apr 1, 2021	126,784	(36,869)	89,915	2,587	92,502
Issuance of shares	8,403	-	8,403	-	8,403
Total comprehensive profit for the period	<u>-</u>	<u>740</u>	<u>740</u>	<u>1</u>	<u>741</u>
Balance as of Sept 30, 2021	<u>135,187</u>	<u>(36,129)</u>	<u>99,058</u>	<u>2,588</u>	<u>101,646</u>

The condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended March 31, 2021 and the accompanying explanatory notes attached to the interim financial statements.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	6 months ended Sept 30 , 2021 (Unaudited) RM'000	6 months ended Sept 30, 2020 (Unaudited) RM'000
Cash flows from operating activities		
Profit/(Loss) before taxation	741	(1,247)
Adjustments for :		
Non-cash items	379	373
Non-operating items	275	173
Operating profit/(loss) before working capital changes	1,395	(701)
Movements in working capital:		
Net changes in current assets	(2,218)	(498)
Net changes in current liabilities	176	(326)
Cash used in operations	(647)	(1,525)
Tax paid	(371)	(359)
Net cash used in operating activities	(1,018)	(1,884)
Cash flows from investing activities		
Other investments	(42)	7
Equity investments ⁽¹⁾	(1,456)	-
Net cash (used in)/generated from investing activities	(1,498)	7
Cash flows from financing activities		
Borrowings	(516)	(458)
Proceed from issuance of shares	8,403	-
Net cash generated from/(used in) financing activities	7,887	(458)
Net increase/(decrease) in cash and cash equivalents	5,371	(2,335)
Cash & cash equivalents at beginning of period	(6,728)	(2,298)
Cash & cash equivalents at end of period	(1,357)	(4,633)
Cash & cash equivalents at end of period consist of		
Cash & bank balances	6,618	1,411
Bank overdrafts	(7,975)	(6,044)
	(1,357)	(4,633)

Note:

(1) Represent net cash outflow in acquisition of wholly owned subsidiary, Total IPCO Sdn Bhd.

The condensed consolidated statement of cash flows should be read in conjunction with the audited financial statements for the year ended March 31, 2021 and the accompanying explanatory notes attached to the interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021

PART A: REQUIREMENTS OF MFRS 134 INTERIM FINANCIAL REPORTING

A1 Basis of Preparation

The interim financial report is unaudited and has been prepared in compliance with MFRS 134 Interim Financial Reporting, provision of the Companies Act 2016 in Malaysia and the additional disclosure requirements as paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad (“Bursa”).

This interim financial report include only condensed consolidated financial statements and should be read in conjunction with the audited financial statements for the year ended March 31, 2021, as this interim report focus on events and transactions that are significant to an understanding of the changes in financial position and performance of the Group that have occurred since that report.

The significant accounting policies and method of computation adopted by the Group in this interim financial report are consistent with those of the audited financial statements for the year ended March 31, 2021.

On 1 April 2020, the Group and the Company have adopted the following accounting standards, amendments and interpretations which are mandatory for annual financial periods beginning on or after 1 January 2020.

Description

- Amendments to MFRS 3, *Business Combinations*: Definition of Business
- Amendments to MFRS 4, *Insurance Contracts*: Extension of the Temporary Exemption from Applying MFRS 9
- Amendments to MFRS 9, *Financial Instruments*, MFRS 139, *Financial Instruments: Recognition and Measurement* and MFRS 7, *Financial Instruments: Disclosures*: Interest Rate Benchmark Reform
- Amendments to MFRS 101, *Presentation of Financial Statements* and MFRS 108, *Accounting Policies, Changes in Accounting Estimates and Errors*: Definition of Material
- Amendments from other Standards:
 - Amendments to MFRS 1, *First-time Adoption of Malaysian Financial Reporting Standards*
 - Amendments to MFRS 3, *Business Combinations*
 - Amendments to MFRS 5, *Non-current Assets Held for Sale and Discontinued Operations*
 - Amendments to MFRS 7, *Financial Instruments: Disclosures*
 - Amendments to MFRS 9, *Financial Instruments*
 - Amendments to MFRS 15, *Revenue from Contracts with Customers*
 - Amendments to MFRS 101, *Presentation of Financial Statements*
 - Amendments to MFRS 107, *Statement of Cash Flows*
 - Amendments to MFRS 110, *Events after the Reporting Period*
 - Amendments to MFRS 116, *Property, Plant and Equipment*
 - Amendments to MFRS 119, *Employee Benefits*
 - Amendments to MFRS 128, *Investments in Associates and Joint Ventures*
 - Amendments to MFRS 132, *Financial instruments: Presentation*
 - Amendments to MFRS 134, *Interim Financial Reporting*
 - Amendments to MFRS 136, *Impairment of Assets*
 - Amendments to MFRS 137, *Provision, Contingent Liabilities and Contingent Assets*
 - Amendments to MFRS 138, *Intangible Assets*
 - Amendments to MFRS 140, *Investment Property*
- Amendments to References to the Conceptual Framework in MFRS

Adoption of the above accounting standards, amendments and interpretation did not have any material impact on the financial performance and position of the Group and of the Company.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

PART A: REQUIREMENTS OF MFRS 134 INTERIM FINANCIAL REPORTING

A2 Qualification of Financial Statements

The auditors' report on the audited financial statements for the financial year ended March 31, 2021 dated August 23, 2021 was not subject to any qualification.

A3 Seasonal or Cyclical Factors

The principal business of the Group was not significantly affected by any significant seasonal or cyclical factors in the current quarter.

A4 Unusual Items

Other than stated below, there were no material items affecting assets, liabilities, equity, net income or cash flows that are unusual because of their nature, size or incidence.

The COVID-19 pandemic is disrupting business environments, dampening consumer and business sentiments, and dismantling supply chains and financial markets. The Government implemented the Movement Control Order ("MCO") to curb the spread of COVID-19 pandemic since 18 March 2020. The Group was impacted as operation was not allowed during the MCO as the nature of our business is considered non-essential activity which is prohibited to operate during the MCO period. The MCO was eased into a Conditional MCO ("CMCO") from 4 May 2020 to 9 June 2020. On 7 June 2020, the Government announced that CMCO will end on 9 June 2020 and Malaysia will ease into a Recovery MCO ("RMCO") from 10 June 2020 until 31 August 2020 and subsequently extended until 31 December 2020. Following to the spike of COVID-19 cases, the Government have implemented CMCO from 9 November 2020 until 12 January 2021 and re-implemented MCO 2.0 started from 13 January 2021 until 4 March 2021 and MCO 3.0 started from 12 May 2021 until 6 July 2021. Penang state has moved into National Recovery Plan (NRP) Phase 2 on 7 July 2021. Although operations have since re-commenced, but under strict Standard Operating Procedures, the Group is faced with disrupted operational efficiency and sub-optimal utilisation of assets. Collectively, this will have an impact on the Group's performance. Nevertheless the Group shall continue to closely monitor ongoing developments in the COVID-19 pandemic and will continue to enforce strict COVID-19 preventive measures and policies.

A5 Changes in Estimates

There were no major changes in estimates which have a material effect in the current financial period ended September 30, 2021.

A6 Debt and Equity Securities

There were no issuance and repayment of debt and equity securities, share buy-backs, share cancellations, shares held as treasury shares and resale of treasury shares in the current quarter ended September 30, 2021.

A7 Dividends Paid

There were no dividends paid during the current financial quarter ended September 30, 2021.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

PART A: REQUIREMENTS OF MFRS 134 INTERIM FINANCIAL REPORTING

A8 Segment Information

	Investment Holdings	Manufacturing	Property Development	Other ⁽¹⁾	Total	Elimination	Consolidated
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
Cumulative Quarters							
6 months ended September 30, 2021							
Revenue							
External sales	185	3,311	5,324	32	8,852	-	8,852
Inter-segment revenue	650	7	-	-	657	(657)	-
Total revenue	<u>835</u>	<u>3,318</u>	<u>5,324</u>	<u>32</u>	<u>9,509</u>	<u>(657)</u>	<u>8,852</u>
Results							
Segment profit/(loss)	(177)	(621)	973	(3)	172	-	172
Investment revenue							1
Other gains and losses							813
Finance costs							(244)
Share of loss of associates							<u>(1)</u>
Profit before tax							741
Tax expense							<u>-</u>
Profit for the period							<u>741</u>
Cumulative Quarters							
6 months ended September 30, 2020							
Revenue							
External sales	166	3,973	-	-	4,139	-	4,139
Inter-segment revenue	534	7	-	-	541	(541)	-
Total revenue	<u>700</u>	<u>3,980</u>	<u>-</u>	<u>-</u>	<u>4,680</u>	<u>(541)</u>	<u>4,139</u>
Results							
Segment loss	(72)	(490)	(815)	-	(1,377)	-	(1,377)
Investment revenue							1
Other gains and losses							357
Finance costs							(224)
Share of loss of associates							<u>(4)</u>
Loss before tax							(1,247)
Tax expense							<u>-</u>
Loss for the period							<u>(1,247)</u>

Information on geographical segment is not presented as the Group operates in Malaysia.

Note:

(1) Other segments consist of construction, healthcare services and financing services of the Group.

A9 Valuation of Property, Plant & Equipment

The carrying amounts of property, plant and equipment have been brought forward from the previous audited financial statements without amendment.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

PART A: REQUIREMENTS OF MFRS 134 INTERIM FINANCIAL REPORTING

A10 Material Subsequent Events

Save as disclosed in Section B6 in this quarterly report, there were no other material events subsequent to the current financial quarter ended September 30, 2021 up to the date of this announcement.

A11 Changes in the Composition of the Group

Incorporation and acquisition of subsidiaries

On 30 August 2021, the Company has incorporated a new subsidiary under the Companies Act 2016 known as Jadem Trading Sdn Bhd (“JTSB”). JTSB will be principally involved in the trading of gloves and healthcare related products, wares, machinery, appliances and parts; provision of management services and investment holding.

On 1 September 2021, the Company had entered into a Share Sale Agreement (“SSA”) with Dato’ Sri Chong Wei Chuan, Chong Wei Liang and Dato’ Khoo Yik Chou for the purpose of acquisition of 2,000,000 ordinary shares in Total IPCO Sdn. Bhd. (“Total IPCO”) representing 100% of the issued and paid-up share capital of Total IPCO for a total purchase consideration of RM2,000,000.00. Total IPCO’s principal business comprises investment holding company, management activities and money lending services. Total IPCO has been issued a moneylender’s licence pursuant to Moneylenders Act 1951. The said acquisition has been completed on 2 September 2021.

On 1 September 2021, the Company has incorporated a new subsidiary under the Companies Act 2016 known as Jadem Medical Sdn Bhd (“JMSB”). JMSB will be principally involved in the provision of hospital services. The incorporation is mainly to facilitate the expansion of new business activities of the Group to the medical and health sector.

Save as disclosed above, there were no other changes in the composition of the Group during the current financial quarter ended September 30, 2021.

A12 Contingent Liabilities or Contingent Assets

The contingent liabilities of the Company are as follows:

	Sept 30, 2021
	RM'000
Unsecured:	
Corporate guarantees given by the Company to local banks and third parties for credit facilities granted to certain subsidiaries	8,492

There were no contingent assets for the Group as at September 30, 2021.

Save as disclosed above, there were no material contingent liabilities or assets as at September 19, 2021 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

A13 Capital Commitments

There were no capital commitments during the current financial quarter under review.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021
PART B: REQUIREMENTS OF PART A OF APPENDIX 9B OF THE MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B1 Review of Performance

During the 6 months period ended September 30, 2021, the Group registered revenue of RM8.85 million as compared to the revenue in preceding year corresponding quarter of RM4.14 million. Revenue had increased by approximately 113.77% mainly due to revenue increased by property development division of the Group during the period.

Revenue from manufacturing division decreased 16.58% or RM0.06 million to RM3.32 million in the current period as compared to RM3.98 million in the preceding year corresponding period. The division recorded an operating loss of RM0.62 million as compared to the operating loss of RM0.49 million in the corresponding period.

Revenue from the property development division was RM5.32 million in the current period as compared to RM Nil in the corresponding period. The division recorded an operating profit of RM0.97 million as compared to the operating loss of RM0.82 million in the corresponding period.

During the same period, the Group recorded the profit before tax of RM0.74 million as compared to the loss before tax of RM1.25 million in the preceding year corresponding period.

B2 Variation of Results Against Immediate Preceding Quarter

The Group's revenue for the quarter ended September 30, 2021 increased by 1.14% to RM4.45 million as compared to RM4.40 million in the preceding quarter ended June 30, 2021.

The revenue from manufacturing division increased by 45.93% to RM1.97 million in the current quarter as compared to RM1.35 million in the preceding quarter. The division recorded an operating loss of RM0.24 million as compared to the operating loss of RM0.38 million in the preceding quarter.

The property development division recorded revenue of RM2.35 million in the current quarter as compared to RM2.97 in the preceding quarter. The division recorded an operating loss of RM0.18 million in the current quarter as compared to the operating profit of RM1.15 million in the preceding quarter was mainly due to higher profit margin recorded in the preceding quarter.

The Group recorded a profit before tax of RM0.07 million in the current quarter as compared to the profit before tax of RM0.67 million in the immediate preceding quarter. It was mainly due to the operating result decreased from the property development division during the current quarter.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

**PART B: REQUIREMENTS OF PART A OF APPENDIX 9B OF THE MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B3 Prospects for the Current Financial Year

We anticipate the property sales in Malaysia to soften due to challenging global economic outlook in year 2022. Rising of construction and compliance costs as well as stringent lending policies are expected to affect the property market coupled with cautious business sentiment in the country. The Group will focus to develop the rest of SA65 at Simpang Ampat in the current financial year. The management will continue its effort in improving the efficiency and maintain its competitiveness in the market despite the intense competition within the property industry.

Barring any unforeseen circumstances, the Board of Directors is cautiously optimistic that the Group will remain resilient for the financial year ending March 31, 2022.

B4 Profit Forecast and Profit Guarantee

The Group did not publish any profit forecast or provide any profit guarantee for the financial period ended September 30, 2021.

B5 Taxation

	Individual Quarter		Cumulative Quarters	
	3 months ended		6 months ended	
	Sept 30, 2021	Sept 30, 2020	Sept 30, 2021	Sept 30, 2020
	RM'000	RM'000	RM'000	RM'000
Income tax expense				
- Current	-	-	-	-
Deferred tax recognition in profit or loss				
-Current	-	-	-	-

The effective tax rate was lower than the statutory tax rate principally due to the utilisation of the unabsorbed business losses during the financial period.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
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**PART B: REQUIREMENTS OF PART A OF APPENDIX 9B OF THE MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B6 Status of Corporate Proposal Announced

The Proposed Private Placement

On 30 September 2021, the Company obtained approval from its shareholders via the last Annual General Meeting in relation to the proposed private placement of up to 20% of the total number of issued shares of Jade Marvel Group Berhad (“JMGB”). On behalf of the board of directors, UOB Kay Hian Securities (M) Sdn Bhd (“UOBKH”) announced that Bursa Securities had, vide its letter dated 22 October 2021, resolved to approve the listing and quotation of up to 43,106,958 JMGB shares to be issued pursuant to the proposed private placement. As at the date of this report, the placement shares were issued in two (2) tranches as follows:-

- (i) On 5 November 2021, JMGB issued 22,272,000 placement shares at an issue price of RM0.5800 each and raised total proceeds of RM12,917,760.00; and
- (ii) On 22 November 2021, JMGB will issue 15,424,000 placement shares at an issue price of RM0.5900 each and raised total proceeds of RM9,100,160.00.

As at the date of this report, the private placement is pending implementation.

Save as disclosed above, there are no other corporate proposals announced but pending completion as at the reporting date.

B7 Group Borrowings and Debts Securities

	Sept 30, 2021 RM'000
Current	
Trade bills	319
Bank overdrafts	7,975
	8,294

The above borrowings are denominated in Ringgit Malaysia and represents secured short-term borrowings and bank overdrafts.

The borrowings are secured against legal charge/ negative pledge over certain land and buildings of the Group, a lien over the Group’s short-term deposits and by corporate guarantees from the Company.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

**PART B: REQUIREMENTS OF PART A OF APPENDIX 9B OF THE MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B8 Profit/(Loss) before tax

The profit/(loss) before tax is stated after charging/ (crediting):

	Individual Quarter		Cumulative Quarters	
	3 months ended		6 months ended	
	Sept 30, 2021	Sept 30, 2020	Sept 30, 2021	Sept 30, 2020
	RM'000	RM'000	RM'000	RM'000
Interest income on:				
Short-term deposits	(1)	-	(1)	(1)
Interest expense on:				
Short-term borrowings	95	112	244	224
Depreciation and amortisation	196	187	379	373
Other gains and losses:				
Gain on disposal of property, plant and equipment	(6)	(30)	(6)	(30)
Allowance for doubtful debts no longer required	(7)	(4)	(14)	(24)
Other income:				
Rental income	(72)	(96)	(172)	(202)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

**PART B: REQUIREMENTS OF PART A OF APPENDIX 9B OF THE MAIN MARKET
LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD**

B9 Changes in Material Litigation

Other than stated below, there were no changes in the status of the material litigation of the Group since the date of last annual Statement of Financial Position.

- (i) Court of Appeal Civil Appeal No. P-02(IM)(NCC)-679-04/2021 filed by JMR Conglomeration Bhd (“Second Defendant/Appellant”) against Nanjing Changjiang Waterway Engineering Bureau (“Respondent”)

Court of Appeal Civil Appeal No. P-02(IM)(NCC)-677-04/2021 filed by Nanjing Changjiang Waterway Engineering Bureau (“Plaintiff/Appellant”) against JMR Conglomeration Bhd (“Respondent”)

The Company had on 4th December 2019 served with a Statement of Claim and Writ of Summons dated 22nd November 2019 by Plaintiff through its solicitor inter alia that the Company as the holding company is liable for the arbitration award against its previous subsidiary company, JMR Construction Sdn Bhd (“the previous subsidiary”) for an amount of RM29,092,052.70 together with costs and interests therein (“the arbitration award”) jointly with the First Defendant, as the previous Managing Director of the previous subsidiary company, for matters pertaining to the arbitration award. As at 29th October 2012, JMR Construction Sdn Bhd ceased to be a subsidiary of the Company.

The Company had been advised by its solicitors to resist the Plaintiff’s Claim. The Company had through its solicitors filed the Memorandum of Appearance on 16th December 2019 and its defence on 10th January 2020. The Company had filed an application to strike out the Plaintiff’s Claim upon the advice of its solicitors on 15th May 2020. Both parties have been directed by the Court to file their respective Written Submission on or before 30th July 2020 and Submission in Reply on or before 20th August 2020. The Company’s application to Strike Out the Plaintiff’s Claim and application for Security for Costs have been heard on 14th October 2020. The Honourable Court has on 3rd March 2021 allowed the Company’s application to Strike Out the Plaintiff’s Claim and dismissed the Company’s application for Security for Costs.

The Plaintiff subsequently on 31st March 2021 appealed to the Court of Appeal vide Civil Appeal No: P-02(IM)(NCC)-667-04/2021 against the decision granted in favour of the Company to Strike Out the Plaintiff’s Claim. The Company has instructed its solicitors to resist the said appeal.

In view of the appeal by the Plaintiff, the Company has been advised by its solicitors to appeal against the dismissal of the Company’s application for Security for Costs. The same was filed on 1st April 2021 vide Civil Appeal No: P-02(IM)(NCC)-679-04/2021.

The Court of Appeal on 21st May 2021 has directed parties to comply with the deadline in filing the Record of Appeal. Both appeals are now fixed for Hearing on 19th January 2022.

At the material time, the Company’s solicitors is of the opinion that the Company does not have any exposure to liabilities as the Plaintiff’s Claim has been dismissed by Penang High Court.

B10 Dividends

The directors do not recommend any dividend for the current financial period ended September 30, 2021.

**QUARTERLY REPORT ON CONSOLIDATED RESULTS
FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2021**

B11 Earnings/(Losses) per Share

	Individual Quarter		Cumulative Quarters	
	3 months ended	3 months ended	6 months ended	6 months ended
	Sept 30, 2021	Sept 30, 2020	Sept 30, 2021	Sept 30, 2020
Net Profit/(Losses) attributable to shareholders (RM'000)	68	(770)	740	(1,246)
Weighted average number of ordinary shares in issue ('000)	218,798	199,823 ⁽¹⁾	173,327	163,503 ⁽¹⁾
Basic earnings/(losses) per ordinary share (sen)	0.03	(0.39)	0.43	(0.76)

Note:

(1) For comparative purpose, the earning per share for the period ended 30 September 2020 has been restated to reflect the share split of 2 shares for every 1 existing ordinary shares which was completed on 23 August 2021.

BY ORDER OF THE BOARD

OOI YOONG YOONG (MAICSA 7020753)

Secretary

Penang
November 26, 2021