

Unaudited Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income For The First Quarter Ended 31 March 2022

| | NOTE | INDIVIDUAL QUARTER | | CUMULATIVE QUARTER | |
|---|------|--|--|---|---|
| | | CURRENT QUARTER ENDED 31 MAR 2022 RM'000 | CORRESPONDING QUARTER ENDED 31 MAR 2021 RM'000 | CURRENT YEAR TO DATE ENDED 31 MAR 2022 RM'000 | CORRESPONDING YEAR TO DATE ENDED 31 MAR 2021 RM'000 |
| Revenue | | 43,856 | 49,089 | 43,856 | 49,089 |
| Cost of sales | | (37,178) | (42,384) | (37,178) | (42,384) |
| Gross Profit | | 6,678 | 6,705 | 6,678 | 6,705 |
| Interest income | | - | 43 | - | 43 |
| Other income | | 108 | 1,013 | 108 | 1,013 |
| Administrative and other expenses | | (5,773) | (5,714) | (5,773) | (5,714) |
| Selling and distribution expenses | | (1,130) | (1,371) | (1,130) | (1,371) |
| Profit/(Loss) from operations | | (117) | 676 | (117) | 676 |
| Impairment losses | | - | - | - | - |
| Finance costs | | (702) | (800) | (702) | (800) |
| Loss before tax | B5 | (819) | (124) | (819) | (124) |
| Tax expense | B6 | (293) | (243) | (293) | (243) |
| Loss after tax | | (1,112) | (367) | (1,112) | (367) |
| Other comprehensive income, net of tax | | | | | |
| Foreign currency translation differences for foreign operations | | - | - | - | - |
| Total comprehensive loss for the financial year | | (1,112) | (367) | (1,112) | (367) |
| Loss attributable to: | | | | | |
| Owners of the Company | | (1,065) | (126) | (1,065) | (126) |
| Non-controlling interests | | (47) | (241) | (47) | (241) |
| | | (1,112) | (367) | (1,112) | (367) |
| Total comprehensive loss attributable to: | | | | | |
| Owners of the Company | | (1,065) | (126) | (1,065) | (126) |
| Non-controlling interests | | (47) | (241) | (47) | (241) |
| | | (1,112) | (367) | (1,112) | (367) |
| Loss per share attributable to owners of the Company: | | | | | |
| Basic, earnings/loss for the financial period (sen) | B12 | (0.40) | (0.05) | (0.40) | (0.05) |
| Diluted, earnings/loss for the financial period (sen) | B12 | N/A | N/A | N/A | N/A |

(The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021)

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]

Unaudited Condensed Consolidated Statement Of Financial Position As At 31 March 2022

| | Note | Unaudited As at 31 Mar 2022 RM'000 | Audited As at 31 Dec 2021 RM'000 |
|---|------|---|---|
| Assets | | | |
| Non-current Assets | | | |
| Property, plant and equipment | | 55,114 | 54,326 |
| Right of used assets | | 9,214 | 11,607 |
| Concession right | | 14,496 | 15,271 |
| Other investments | | 15 | 15 |
| Deferred tax assets | | 180 | 1,609 |
| | | <u>79,019</u> | <u>82,828</u> |
| Current Assets | | | |
| Inventories | | 45,517 | 46,075 |
| Trade receivables | | 53,862 | 60,467 |
| Other receivables, deposits and prepayment | | 4,835 | 7,535 |
| Contract assets | | 74,105 | 11,724 |
| Tax assets | | 215 | 445 |
| Cash and bank balances | | 7,751 | 11,386 |
| | | <u>186,286</u> | <u>137,632</u> |
| Total Assets | | <u>265,305</u> | <u>220,460</u> |
| Equity and liabilities | | | |
| Current Liabilities | | | |
| Trade payables | | 63,932 | 43,622 |
| Other payables and accruals | | 36,406 | 9,310 |
| Contract liabilities | | 9,909 | 10,805 |
| Lease liabilities | B8 | 546 | 2,851 |
| Borrowings | B8 | 39,852 | 37,692 |
| Tax liabilities | | 1,616 | 1,566 |
| | | <u>152,261</u> | <u>105,846</u> |
| Non-current Liabilities | | | |
| Borrowings | B8 | 19,035 | 19,346 |
| Lease liabilities | B8 | 6,967 | 6,035 |
| Deferred tax liabilities | | 8,002 | 9,081 |
| | | <u>34,004</u> | <u>34,462</u> |
| Total Liabilities | | <u>186,265</u> | <u>140,308</u> |
| Equity attributable to owners of the Company | | | |
| Share capital | | 123,322 | 123,322 |
| Reserves | | <u>(36,078)</u> | <u>(35,013)</u> |
| | | 87,244 | 88,309 |
| Non-controlling interests | | <u>(8,204)</u> | <u>(8,157)</u> |
| Total equity | | <u>79,040</u> | <u>80,152</u> |
| Total Equity and Liabilities | | <u>265,305</u> | <u>220,460</u> |
| Net assets per share attributable to equity holders of the parent (sen) | | 29.4960 | 29.9111 |

(The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021)

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]

Unaudited Condensed Consolidated Statement Of Changes In Equity for the First Quarter Ended 31 March 2022

| | ----- Attributable to Owners of the Company ----- | | | | | | | |
|---|---|------------------------|--------------------|---|-----------------------|---------|------------------------------|-----------------|
| | -----Non-Distributable ----- | | | | | | | |
| | Share Capital | Revaluation Reserve | Capital Reserve | Foreign Currency Translation Reserve | Accumulated Losses | Total | Non-controlling interests | Total Equity |
| RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | RM'000 | |
| <u>3 months</u> <u>ended 31 March 2021</u> | | | | | | | | |
| As at 1 Jan 2021 | 113,469 | 21,866 | 1,671 | (68) | (56,362) | 80,576 | (6,592) | 73,984 |
| Loss for the financial year | - | - | - | - | (126) | (126) | (241) | (367) |
| Foreign currency translation difference for foreign operations | - | - | - | - | - | - | - | - |
| Total comprehensive loss | - | - | - | - | (126) | (126) | (241) | (367) |
| Transactions with owners of the Company | - | - | - | - | - | - | - | - |
| As at 31 March 2021 | 113,469 | 21,866 | 1,671 | (68) | (56,488) | 80,450 | (6,833) | 73,617 |
| <u>3 months</u> <u>ended 31 March 2022</u> | | | | | | | | |
| As at 1 Jan 2022 | 123,322 | 28,116 | 1,671 | (68) | (64,732) | 88,309 | (8,157) | 80,152 |
| Loss for the financial year | - | - | - | - | (1,065) | (1,065) | (47) | (1,112) |
| Foreign currency translation difference for foreign operations | - | - | - | - | - | - | - | - |
| Total comprehensive loss | - | - | - | - | (1,065) | (1,065) | (47) | (1,112) |
| Transactions with owners of the Company | - | - | - | - | - | - | - | - |
| As at 31 March 2022 | 123,322 | 28,116 | 1,671 | (68) | (65,797) | 87,244 | (8,204) | 79,040 |

(The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021)

Unaudited Condensed Consolidated Statement Of Cash Flows For The First Quarter Ended 31 March 2022

| | As at End of Current Quarter 31 Mar 2022 RM'000 | Preceding Period To Date Ended 31 Mar 2021 RM'000 |
|---|--|--|
| Cash Flows from Operating Activities | | |
| Loss before tax | (819) | (124) |
| Adjustments for: | | |
| Amortisation of concession right | 775 | 718 |
| Depreciation of property, plant and equipment | 1,453 | 1,080 |
| Depreciation of right-of-use assets | 977 | 644 |
| Loss on disposal of property, plant and equipment | (2) | - |
| Inventories written back | (127) | (127) |
| Interest expense | 1,052 | 800 |
| Interest income | - | (43) |
| Unrealised loss/(gain) on foreign exchange | 48 | (80) |
| | <hr/> | <hr/> |
| Operating profit before working capital changes | 3,358 | 2,868 |
| Net changes in working capital | (6,662) | (4,136) |
| Tax paid, net of refund | (5) | (432) |
| Interest paid | (1,052) | (800) |
| Interest received | - | 43 |
| | <hr/> | <hr/> |
| Net cash from operating activities | (4,360) | (2,457) |
| Cash flows from Investing Activities | | |
| Addition of intangible asset | - | - |
| Proceeds from disposal of property, plant and equipment | - | - |
| Purchase of property, plant and equipment | (973) | (234) |
| Withdrawal/(Placement) of bank deposits | 71 | 840 |
| | <hr/> | <hr/> |
| Net cash used in investing activities | (902) | 606 |
| Cash Flows from Financing Activities | | |
| Net drawdown/(repayment) of borrowings | 1,908 | 2,185 |
| Advances from/(Repayment to) director | 707 | 16 |
| Net repayment of lease liabilities | (1,224) | (2,888) |
| | <hr/> | <hr/> |
| Net cash from financing activities | 1,391 | (687) |
| Net increase/(decrease) in cash and cash equivalents | (3,872) | (2,538) |
| Effect of exchange rate fluctuations on cash and cash equivalents | - | - |
| Cash and cash equivalents at beginning of the period | 2,845 | (2,569) |
| | <hr/> | <hr/> |
| Cash and cash equivalents at end of period | (1,027) | (5,107) |
| | <hr/> | <hr/> |
| Cash and cash equivalents comprises the followings:- | | |
| Deposits with licensed banks | - | - |
| Cash in hand and at bank | 4,548 | 2,332 |
| Bank overdrafts | (5,575) | (7,439) |
| | <hr/> | <hr/> |
| | (1,027) | (5,107) |
| | <hr/> | <hr/> |

(The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Statements for the year ended 31 December 2021)

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2022

A1. Basis Of Preparation

The interim financial statements are unaudited and have been prepared in accordance with the requirement of MFRS 134: Interim Financial Reporting and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the audited financial statements of the Company for the financial year ended 31 December 2021.

Significant Accounting Policies

The significant accounting policies and methods of computation applied in the unaudited interim financial statements are consistent with those adopted in the most recent audited annual financial statements for the financial year ended 31 December 2021, except for the adoption of the following New and Revised Malaysian Financial Reporting Standards (“MFRSs”) and amendments/Improvements to MFRS and New IC Interpretations (“IC Int”) for financial periods beginning on or after 1 January 2022:-

| | |
|---|--|
| Amendments to MFRS 3 | Reference to the Conceptual Framework |
| Amendments to MFRS 16 | Property, Plant and Equipment – Proceeds before Intended Use |
| Amendments to MFRS 137 | Onerous Contracts – Cost of Fulfilling a Contract |
| Annual Improvements to MFRSs 2018 to 2020 | |

As at the date of authorisation of the interim financial report, the following new MFRSs, amendments/Improvements to MFRSs and IC Interpretations were issued but not yet effective and have not been adopted by the Group:-

Effective for financial periods beginning on or after 1 January 2023

| | |
|--|--|
| MFRS 17 | Insurance Contracts |
| Amendments to MFRS 17 | Initial Application of MFRS 17 and MFRS 9 – Comparative Information |
| Amendments to MFRS 101 | Classification of Liabilities as Current or Non-Current |
| Amendments to MFRS 101 and MFRS Practice Statement 2 | Disclosure of Accounting Policies |
| Amendments to MFRS 108 | Definition of Accounting Estimates |
| Amendments to MFRS 112 | Deferred Tax related to Assets and Liabilities arising from a Single Transaction |

Effective date to be announced

| | |
|------------------------------------|---|
| Amendments to MFRS 10 and MFRS 128 | Sale or Contribution of Assets between an Investor and its Associate or Joint Venture |
|------------------------------------|---|

The Group will adopt the above pronouncement when they become effective in the respective financial periods. These pronouncements are not expected to have any effect to the financial statements of the Group upon their initial applications.

A2. Auditors' Report On Preceding Annual Financial Statements

The auditors' report on the financial statements for the year ended 31 December 2021 was not subject to any qualification.

A3. Seasonal Or Cyclical Factors

The Group's operations were not materially affected by any seasonality or cyclicity for the financial period under review.

A4. Unusual Items Due To Their Nature, Size Or Incidence

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows for the current financial period under review.

A5. Changes In Estimates

There were no changes in estimates used for accounting estimates which may have a material effect for the current financial period under review.

A6. Debt And Equity Securities

There were no issuance and repayment of debts and equity securities for the financial period.

A7. Dividends Paid

No dividend has been paid or declared by the Company since the end of the previous financial year.

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]**A8. Segment Information**

Segmental information for the 3 months ended 31 March 2022:

| Business Segments | Manufacturing RM'000 | Construction and Property RM'000 | Hostel Management RM'000 | Elimination RM'000 | Total RM'000 |
|----------------------------|---------------------------------|---|---|-------------------------------|-------------------------|
| External sales | 41,812 | 910 | 1,133 | - | 43,855 |
| Inter-segment revenue | - | 1,579 | - | (1,579) | - |
| Total revenue | <u>41,812</u> | <u>2,488</u> | <u>1,133</u> | <u>(1,579)</u> | <u>43,855</u> |
| Operating profit/(loss) | 1,613 | (1,645) | (86) | - | (117) |
| Impairment losses | | | | | - |
| Finance costs | | | | | (702) |
| Interest income | | | | | - |
| Loss before tax | | | | | <u>(819)</u> |
| Tax expense | | | | | <u>(293)</u> |
| Loss after tax | | | | | <u>(1,112)</u> |
| Assets | | | | | |
| Segment assets | <u>168,886</u> | <u>235,386</u> | <u>19,869</u> | <u>(158,836)</u> | <u>265,305</u> |
| Liabilities | | | | | |
| Segment liabilities | <u>116,177</u> | <u>167,908</u> | <u>19,493</u> | <u>(117,313)</u> | <u>186,265</u> |

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]**A8. Segment Information (Cont'd)**

Segmental information for the 3 months ended 31 March 2021:

| Business Segments | Manufacturing RM'000 | Construction and Property RM'000 | Hostel Management RM'000 | Elimination RM'000 | Total RM'000 |
|----------------------------|---------------------------------|---|---|-------------------------------|-------------------------|
| External sales | 37,826 | 10,122 | 1,141 | - | 49,089 |
| Inter-segment revenue | - | 344 | - | (344) | - |
| Total revenue | <u>37,826</u> | <u>10,466</u> | <u>1,141</u> | <u>(344)</u> | <u>49,089</u> |
| Operating profit/(loss) | 2,692 | (2,180) | 121 | - | 633 |
| Impairment losses | | | | | - |
| Finance costs | | | | | (800) |
| Interest income | | | | | 43 |
| Loss before tax | | | | | <u>(124)</u> |
| Tax expense | | | | | <u>(243)</u> |
| Loss after tax | | | | | <u>(367)</u> |
| Assets | | | | | |
| Segment assets | <u>118,951</u> | <u>86,303</u> | <u>19,218</u> | <u>2,265</u> | <u>226,737</u> |
| Liabilities | | | | | |
| Segment liabilities | <u>70,329</u> | <u>63,285</u> | <u>11,517</u> | <u>7,989</u> | <u>153,120</u> |

A9. Valuation Of Property, Plant And Equipment

The valuation of property, plant and equipment has been brought forward without amendment from the previous annual financial statements.

A10. Subsequent Event

There were no material events subsequent to the end of the reporting period that have not been reflected in these interim financial statements.

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]

A11. Changes In Composition Of The Group

There were no changes in the composition of the Group during the current financial period under review.

A12. Capital Commitments

| | As at 31 Mar 2022 RM'000 | As at 31 Mar 2021 RM'000 |
|-----------------------------------|--------------------------------|--------------------------------|
| Approved and contracted for:- | | |
| Property, plant and equipment | 1,581 | 1,556 |
| Approved and not contracted for:- | | |
| Property, plant and equipment | - | - |

A13. Changes In Contingent Liabilities And Contingent Assets

The changes in contingent liabilities were as below:-

| | As at 31 Mar 2022 RM'000 | As at 31 Dec 2021 RM'000 |
|-----------------|--------------------------------|--------------------------------|
| Bank guarantees | 4,824 | 4,824 |

A14. Related Party Transactions

There were no related party transactions during the period and the correspondence period.

B. EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE MAIN MARKET LISTING REQUIREMENTS OF BURSA MALAYSIA SECURITIES BERHAD

B1. Financial Review For The Current Quarter

| | Revenue | | Operating Results | |
|---------------------------|-----------------------------------|---|-----------------------------------|---|
| | Current Quarter Ended 31 Mar 2022 | Corresponding Quarter Ended 31 Mar 2021 | Current Quarter Ended 31 Mar 2022 | Corresponding Quarter Ended 31 Mar 2021 |
| | RM'000 | RM'000 | RM'000 | RM'000 |
| Operating segment | | | | |
| Manufacturing | 41,812 | 37,826 | 1,613 | 2,692 |
| Construction and Property | 2,488 | 10,466 | (1,645) | (2,180) |
| Hostel Management | 1,133 | 1,141 | (86) | 121 |
| Elimination | (1,579) | (344) | - | - |
| | <u>43,855</u> | <u>49,089</u> | <u>(117)</u> | <u>633</u> |
| Impairment losses | | | - | - |
| Finance costs | | | (702) | (800) |
| Interest income | | | - | 43 |
| Loss before tax | | | <u>(819)</u> | <u>(124)</u> |

The Group recorded revenue of RM43.855 million for current quarter, a decrease of RM5.234 million or 10.7% compared to preceding year's corresponding quarter of RM49.089 million mainly due to decrease in revenue from Construction and Property Division. The Group achieved operating loss of RM0.819 million in current quarter compared to operating loss of RM0.124 million in preceding year corresponding quarter, this was mainly due to increase in sales volume in Manufacturing Division and higher operating costs in Manufacturing Division.

The performance of the respective divisions for the current quarter was as follows:-

a) Manufacturing Division

Manufacturing Division registered total revenue of RM41.812 million in the current quarter, which was RM3.986 million higher than the preceding year corresponding quarter of RM37.826 million. The increase in revenue was mainly due to higher sales from automotive industries and pails industries as the result of recovery from COVID-19 pandemic.

The division reported a lower operating profit of RM1.613 million as compared to operating profit of RM2.692 million in the preceding year corresponding quarter. It was mainly due to higher operating costs and there was government grant received from MIDA for the purchasing automatize machine in the preceding year corresponding quarter.

b) Construction and Property Division

The division generated total revenue of RM2.488 million, which was RM7.978 million lower compared to the corresponding quarter of RM10.466 million due to lesser projects in current quarter whereby the revenue was mainly contributed by the existing projects namely Isola and APU project.

B1. Financial Review For The Current Quarter (Cont'd)

b) Construction and Property Division (Cont'd)

The division's operating loss for the current quarter decrease to RM1.645 million from RM2.180 million in preceding year corresponding quarter mainly due to lower operating costs in current quarter.

c) Hostel Management Division

There was a decrease in revenue for the quarter by RM0.008 million from RM1.141 million in preceding year corresponding quarter to RM1.133 million reported in the current quarter.

The division reported operating loss of RM0.086 million as compared to RM0.121 million in the preceding year corresponding quarter mainly due to lower rental received as the result from lower rental rate given.

B2. Financial Review For The Current Quarter Compared With Immediate Preceding Quarter

| | Revenue | | Operating Results | |
|---------------------------|---|---|---|---|
| | Current Quarter Ended 31 Mar 2022 RM'000 | Immediate Preceding Quarter Ended 31 Dec 2021 RM'000 | Current Quarter Ended 31 Mar 2022 RM'000 | Immediate Preceding Quarter Ended 31 Dec 2021 RM'000 |
| Operating segment | | | | |
| Manufacturing | 41,812 | 49,336 | 1,613 | 3,185 |
| Construction and Property | 2,488 | 15,510 | (1,645) | (18) |
| Hostel Management | 1,133 | 1,142 | (86) | (979) |
| Elimination | (1,579) | (10,867) | - | (1,586) |
| | <u>43,855</u> | <u>55,121</u> | <u>(117)</u> | <u>602</u> |
| Impairment losses | | | - | (2,880) |
| Finance costs | | | (702) | (1,483) |
| Interest income | | | - | 93 |
| (Loss)/Profit before tax | | | <u>(819)</u> | <u>(3,668)</u> |

The Group's revenue decreased from RM55.121 million in the immediate preceding quarter to RM43.855 million in the current quarter. The decrease in revenue was mainly from Manufacturing, Construction and Property Division.

The Group recorded a lower operating loss of RM0.819 million as compared to operating loss of RM3.668 million in the immediate preceding quarter mainly due to impairment losses incurred in the immediate preceding quarter.

B3. Commentary On Prospect

The core business of the Group and the prospects for year 2022 is as follows: -

a) Manufacturing Division

The Manufacturing Division will still be the main driver for the Group's revenue in 2022.

- Anti-vibration segment

The anti-vibration segment which is supplying to the automotive industry will continue to be the main revenue contributor of the Manufacturing Division. For the local market, we are currently involved in the development of the anti-vibration parts for new car models for Perodua, the anti-vibration parts for new car models for Proton and the localisation of anti-vibration parts for existing Proton models.

Meanwhile the division is also expected to further expand its export market with collaborations with existing and new customers (consist of car manufacturers and major OEM automotive parts manufacturers) in Europe, Japan, US, Thailand, Indonesia, India and China.

- Chemical segment

The adhesive, sealant and cementitious products business will continue to be the main source of revenue of the Chemical Division and the growth is forecasted to be from export markets such as South East Asia, Pacific Islands, Middle East and Africa countries.

- Plastic segment

This segment is expected to maintain its position as one of the leading manufacturers of industrial pails for the paint, lubricant, joint compound and adhesive industry in Malaysia. At the same time, we will continue to grow our market share in packaging products for the food industries and plastic products for the agriculture sector.

b) Construction and Property Division

The division will monitor the construction market, exercise prudence in the selection of projects to participate in or tender for, with emphasis on our strengths as a Design and Build and Construction of infrastructure. At the same time the division will focus to complete the existing residence development, Troika Melawati, at Taman Melawati, Selangor, APU hostel works, building works for Isola at KLCC and UPM refurbishment.

B3. Commentary On Prospect (Cont'd)

The core business of the Group and the prospects for year 2022 is as follows: - (Cont'd)

c) Hostel Management Division

The division continues to operate and manage the hostels and facilities in University Putra Malaysia ("UPM"), Serdang under the "Build, Operate and Transfer" ("BOT") arrangement with UPM for concession period of 25 years. (Expiring in 2028)

B4. Profit Forecast

Not applicable as no profit forecast was published.

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]**B5. Loss Before Tax**

| | <u>Individual quarter</u> | | <u>Cumulative quarter</u> | |
|---|---------------------------|--------------------|---------------------------|--------------------|
| | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> |
| | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> |
| Loss before tax is arrived after charging/(crediting):- | | | | |
| Amortisation of concession right | 546 | 718 | 546 | 718 |
| Depreciation of property, plant and equipment | 1,453 | 1,903 | 1,453 | 1,903 |
| Depreciation of right-of-use assets | 977 | 341 | 977 | 341 |
| Gain on disposal of property, plant and equipment | - | - | - | - |
| Interest expense | 702 | 800 | 702 | 800 |
| Interest income | (350) | (43) | (350) | (43) |
| Inventories written back | - | (127) | - | (127) |
| (Gain)/Loss on foreign exchange: | | | | |
| - realised | 86 | (46) | 86 | (46) |
| - unrealised | (4) | (80) | (4) | (80) |

B6. Tax Expense

| | <u>Individual quarter</u> | | <u>Cumulative quarter</u> | |
|--------------------------------------|---------------------------|--------------------|---------------------------|--------------------|
| | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> |
| | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> |
| Income tax:- | | | | |
| Based on result for current quarter | (326) | (306) | (326) | (306) |
| Overprovision in prior year | 33 | 36 | 33 | 36 |
| | <u>(293)</u> | <u>(270)</u> | <u>(293)</u> | <u>(270)</u> |
| Deferred tax:- | | | | |
| Origination of temporary differences | - | 27 | - | 27 |
| Underprovision in prior year | - | - | - | - |
| | <u>-</u> | <u>27</u> | <u>-</u> | <u>27</u> |
| | <u>(293)</u> | <u>(243)</u> | <u>(293)</u> | <u>(243)</u> |

The effective tax rate of the Group for the current year is higher than the statutory tax rate principally due mainly to losses incurred by the Company and certain operating subsidiaries.

B7. Status Of Corporate Proposal

There was no other corporate proposal announced but not completed as at 18 May 2022 (being the latest practicable date which is not earlier than 7 days from the date of this report).

B8. Group Borrowings

| | As at 31 March 2022 | | |
|--|-----------------------------|------------------------------|---------------------------------------|
| | Long Term RM'000 | Short Term RM'000 | Total Borrowing RM'000 |
| Secured | | | |
| Bank overdrafts | - | 3,801 | 3,801 |
| Trust receipts and bankers' acceptance | - | 33,220 | 33,220 |
| Term loans | 16,895 | 7,968 | 24,864 |
| Finance lease payables | 3,381 | 1,136 | 4,516 |
| | <u>20,276</u> | <u>46,124</u> | <u>66,400</u> |

| | As at 31 March 2021 | | |
|--|-----------------------------|------------------------------|---------------------------------------|
| | Long Term RM'000 | Short Term RM'000 | Total Borrowing RM'000 |
| Secured | | | |
| Bank overdrafts | - | 7,439 | 7,439 |
| Trust receipts and bankers' acceptance | - | 28,997 | 28,997 |
| Term loans | 20,382 | 5,312 | 25,694 |
| Finance lease payables | 4,008 | 2,254 | 6,262 |
| | <u>24,390</u> | <u>44,002</u> | <u>68,392</u> |

- a) The Group's total borrowing as at 31 March 2022 was RM66.400 million, a decrease of RM1.992 million compared to preceding year corresponding quarter.
- b) The Group does not have any borrowings denominated in foreign currency.

B9. Off Balance Sheet Financial Instruments

There is no financial instrument with off balance sheet risk at the date of this report.

B10. Status Of Material Litigation

Detail of the material litigation should be read in conjunction with the Company's Annual Financial Statements for the year ended 31 December 2021

- (a) Jetson Construction Sdn Bhd-vs-MCC Overseas (M) Sdn Bhd

Subsequent to the hearing on 11 March 2022, the next hearing has been fixed on 20 April 2022. On 20 April 2022, all parties have completed their submission and the panel has reserved their decision. The panel will inform us of their decision in due course.

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]

B11. Dividend Payable

No dividend has been recommended by the Board of Directors during the financial period ended 31 March 2022.

B12. Loss Per Ordinary Share

(a) Basic

Basic loss per ordinary share are calculated by dividing loss for the financial year attributable to owners of the Company by the weighted average number of ordinary shares in issue during the financial period.

| | <u>3 Months Ended</u> | | <u>Cummulative Year To-date</u> | |
|---|-----------------------|--------------------|---------------------------------|--------------------|
| | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> | <u>31 Mar 2022</u> | <u>31 Mar 2021</u> |
| | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> | <u>RM'000</u> |
| Net loss attributable to the owners of the Company | <u>(1,065)</u> | <u>(126)</u> | <u>(1,065)</u> | <u>(126)</u> |
| Adjusted weighted average number of ordinary shares in issue (unit) | <u>267,967,012</u> | <u>232,667,012</u> | <u>267,967,012</u> | <u>232,667,012</u> |
| Basic loss per share (sen) | <u>(0.40)</u> | <u>(0.05)</u> | <u>(0.40)</u> | <u>(0.05)</u> |

(b) Diluted

Diluted loss per ordinary share for the financial period is calculated by dividing the loss for the financial period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial year adjusted for the effects of dilutive potential ordinary shares. The Group had no dilution in its loss per ordinary shares.

B13. Authorised For Issuance

The interim financial statements for the financial period ended 31 March 2022 has been approved by the Board of Directors on 25 May 2022 for release to the Bursa Securities.