

Unaudited Condensed Consolidated Statement Of Profit Or Loss And Other Comprehensive Income For The First Quarter Ended 30 June 2024

		<u>INDIVIDUAL QUARTER</u> CURRENT QUARTER ENDED 30 JUNE 2024 RM'000	<u>CUMULATIVE QUARTER</u> CURRENT YEAR TO DATE ENDED 30 JUNE 2024 RM'000
Revenue		50,084	50,084
Cost of sales		<u>(43,343)</u>	<u>(43,343)</u>
Gross profit		6,741	6,741
Interest income		24	24
Other income		222	222
Administrative and other expenses		(5,470)	(5,470)
Selling and distribution expenses		(1,348)	(1,348)
Loss from operations		<u>169</u>	<u>169</u>
Reversal of impairment losses		2	2
Finance costs		<u>(898)</u>	<u>(898)</u>
Loss before tax	B5	(727)	(727)
Tax expense	B6	<u>(244)</u>	<u>(244)</u>
Loss after tax		(971)	(971)
Other comprehensive income, net of tax			
Foreign currency translation differences for foreign operations		-	-
Total comprehensive loss for the financial year		<u><u>(971)</u></u>	<u><u>(971)</u></u>
Loss attributable to:			
Owners of the Company		(933)	(933)
Non-controlling interests		<u>(38)</u>	<u>(38)</u>
		<u><u>(971)</u></u>	<u><u>(971)</u></u>
Total comprehensive loss attributable to:			
Owners of the Company		(933)	(933)
Non-controlling interests		<u>(38)</u>	<u>(38)</u>
		<u><u>(971)</u></u>	<u><u>(971)</u></u>
Earning per share attributable to owners of the Company:			
Basic, loss for the financial period (sen)	B13	<u><u>(0.35)</u></u>	<u><u>(0.35)</u></u>
Diluted, loss for the financial period (sen)	B13	<u><u>N/A</u></u>	<u><u>N/A</u></u>

Note:-

- The unaudited Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2024.**
- The Company changed its financial year end from 31 December to 31 March on 26 January 2024. Hence, no comparative information is presented for the financial year ended 31 March 2025.**

Unaudited Condensed Consolidated Statement Of Financial Position As At 30 June 2024

	Note	Unaudited As at 30 Jun 2024 RM'000	Audited As at 31 Mar 2024 RM'000
Assets			
Non-current Assets			
Property, plant and equipment		13,757	14,130
Right of used assets		23,238	22,327
Concession right		8,552	9,310
Other investments		15	15
		<u>45,562</u>	<u>45,782</u>
Current Assets			
Inventories		38,353	42,329
Trade receivables		32,004	32,006
Other receivables, deposits and prepayment		27,965	21,601
Contract assets		390	10,371
Tax assets		432	390
Cash and bank balances		11,737	8,905
		<u>110,881</u>	<u>115,602</u>
Total Assets		<u>156,443</u>	<u>161,384</u>
Equity and Liabilities			
Current Liabilities			
Trade payables		26,418	26,987
Other payables and accruals		20,057	21,863
Lease liabilities	B9	4,690	4,721
Borrowings	B9	25,914	27,549
Tax liabilities		219	514
		<u>77,298</u>	<u>81,634</u>
Non-current Liabilities			
Borrowings	B9	6,715	6,519
Lease liabilities	B9	15,401	15,231
Deferred tax liabilities		4,157	4,157
		<u>26,273</u>	<u>25,907</u>
Total Liabilities		<u>103,571</u>	<u>107,541</u>
Equity attributable to owners of the Company			
Share capital		123,322	123,322
Reserves		(59,571)	(58,638)
		<u>63,751</u>	<u>64,684</u>
Non-controlling interests		(10,879)	(10,841)
Total Equity		<u>52,872</u>	<u>53,843</u>
Total Equity and Liabilities		<u>156,443</u>	<u>161,384</u>
Net assets per share attributable to equity holders of the parent (RM)		0.20	0.20

Note:-

1. The unaudited Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2024.
2. The Company changed its financial year end from 31 December to 31 March on 26 January 2024. Hence, no comparative information is presented for the financial year ended 31 March 2025.

Unaudited Condensed Consolidated Statement Of Changes In Equity for the Financial Period Ended 30 June 2024

----- 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
3 months ended 30 June 2024								
As at 1 April 2024	123,322	-	1,671	-	(60,309)	64,684	(10,841)	53,843
Loss for the financial year	-	-	-	-	(933)	(933)	(38)	(971)
Foreign currency translation difference for foreign operations	-	-	-	-	-	-	-	-
Total comprehensive loss	-	-	-	-	(933)	(933)	(38)	(971)
As at 30 June 2024	123,322	-	1,671	-	(61,242)	63,751	(10,879)	52,872

Note:-

1. The unaudited Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2024.
2. The Company changed its financial year end from 31 December to 31 March on 26 January 2024. Hence, no comparative information is presented for the financial year ended 31 March 2025.

KUMPULAN JETSON BERHAD [197701003095 (34134-H)]**Unaudited Condensed Consolidated Statement Of Cash Flows For The Financial Period Ended 30 June 2024**

	Unaudited As at 30 Jun 2024 RM'000
Cash Flows from Operating Activities	
Loss before tax	(727)
Adjustments for:	
Amortisation of concession right	948
Bad debts written off	5
Depreciation of property, plant and equipment	1,073
Depreciation of right-of-use assets	382
Loss on disposal of property, plant and equipment	5
Interest expense	898
Interest income	(24)
Reversal of impairment loss on other receivables	(2)
Unrealised loss on foreign exchange	3
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Operating profit before working capital changes	2,561
Net changes in working capital	5,180
Tax paid, net of refund	(546)
Interest paid	(898)
Interest received	24
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Net cash from operating activities	6,321
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Cash flows from Investing Activities	
Placement of pledged bank deposits	(824)
Additional investment in concession right	(190)
Proceeds from disposal of property, plant and equipment	50
Purchase of property, plant and equipment	(2,049)
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Net cash used in investing activities	(3,013)
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Cash Flows from Financing Activities	
Net repayment of borrowings	(1,458)
Net repayment of lease liabilities	138
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Net cash used in financing activities	(1,320)
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Net increase in cash and cash equivalents	1,988
Effect of exchange rate fluctuations on cash and cash equivalents	-
Cash and cash equivalents at beginning of the financial year	4,818
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Cash and cash equivalents at end of the financial year	6,806
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Cash and cash equivalents comprises the followings:-	
Deposits with licensed banks	3,123
Cash in hand and at bank	8,614
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	11,737
<u>Less:</u>	
Deposits with licensed banks	(3,123)
Bank overdrafts	(1,789)
Escrow account	(19)
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	6,806
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Note:-

1. The unaudited Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Audited Financial Statements for the period ended 31 March 2024.
2. The Company changed its financial year end from 31 December to 31 March on 26 January 2024. Hence, no comparative information is presented for the financial year ended 31 March 2025.

A. EXPLANATORY NOTES TO THE UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2024

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 period ended 31 March 2024.

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 period ended 31 March 2024, 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 2024.

As at the date of authorisation of the interim financial report, the following amendments/Improvements to MFRSs and IC Interpretations have been issued by the Malaysian Accounting Standards Board (“MASB”) but are not yet effective and have not been adopted by the Group:-

Effective for financial periods beginning on or after 1 January 2024

Amendments to MFRS 16	Lease Liability is a Sale and Leaseback
Amendments to MFRS 101	Classification of Liabilities as Current or Non-current
Amendments to MFRS 101	Non-current Liabilities with Covenants
Amendments to MFRS 107 and MFRS7	Statement of Cash Flows and Financial Instruments: Disclosure – Supplier Finance Arrangements
Amendments to MFRS 121	Lack of Exchangeability
MFRS 18	Presentation and Disclosure in Financial Statements

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

A2. Auditors’ Report on Preceding Audited Financial Statements

The auditors’ report on the financial statements for the period ended 31 March 2024 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 current 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 year under review.

A6. Debt And Equity Securities

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

A7. Dividends Paid

No dividend has been paid or declared by the Company during the current financial period under review.

A8. Segment Information

Segmental information for the 3 months ended 30 June 2024:

Business Segments	Manufacturing RM'000	Property RM'000	Hostel Management RM'000	Elimination RM'000	Total RM'000
External sales	44,949	3,974	1,161	-	50,084
Inter-segment revenue	1,062	355	-	(1,417)	-
Total revenue	<u>46,011</u>	<u>4,329</u>	<u>1,161</u>	<u>(1,417)</u>	<u>50,084</u>
Operating profit	1,346	(734)	(183)	(282)	147
Finance costs					(898)
Interest income					24
Loss before tax					<u>(727)</u>
Tax income					<u>(244)</u>
Loss after tax					<u><u>(971)</u></u>
Assets					
Segment assets	<u>110,636</u>	<u>35,926</u>	<u>9,881</u>	<u>-</u>	<u>156,443</u>
Liabilities					
Segment liabilities	<u>82,169</u>	<u>11,017</u>	<u>10,385</u>	<u>-</u>	<u>103,571</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 year that have not been reflected in these interim financial statements.

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 30 June 2024 RM'000	As at 31 March 2024 RM'000
Approved and contracted for:- Property, plant and equipment	<u>1,360</u>	<u>1,522</u>

A13. Changes In Contingent Liabilities and Contingent Assets

The changes in contingent liabilities were as below:-

	As at 30 June 2024 RM'000	As at 31 March 2024 RM'000
Bank guarantees	<u>1,338</u>	<u>1,288</u>

A14. Related Party Transactions

There were no related party transactions during the current financial period under review.

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

	<u>Revenue</u>	<u>Operating Result:</u>
	Current Quarter Ended 30 Jun 2024 RM'000	Current Quarter Ended 30 Jun 2024 RM'000
Operating segment		
Manufacturing	46,011	1,346
Property	4,329	(734)
Hostel Management	1,161	(183)
Elimination	(1,417)	(282)
	<u>50,084</u>	<u>147</u>
Finance costs		(898)
Interest income		24
Loss before tax		<u>(727)</u>

The Group recorded revenue of RM50.08 million for the current quarter ended 30 June 2024. Manufacturing, Property and Hostel Management division contributed RM46.01 million, RM4.33 million and RM1.16 million respectively.

The Group recorded loss before tax of RM0.73 million for the current quarter ended 30 June 2024, which was mainly contributed by the losses contributed by Property Division.

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

a) Manufacturing Division

Manufacturing Division recorded a total revenue of RM46.01 million in the current quarter. The revenue was mainly contributed by the sales of automotive parts, industrial chemical products, cementitious products and plastic injection moulding products of pails. The Manufacturing Division reported an operating profit of RM1.35 million in the current quarter.

b) Property Division

The Property Division generated a total revenue of RM4.33 million in the current quarter. The revenue mainly contributed by the sale of property units under the Tropika Melawati project.

c) Hostel Management Division

The Hostel Management Division reported an operating loss of RM0.18 million in the current quarter.

B2. Financial Review for The Current Quarter Compared with Immediate Preceding Quarter

	Revenue		Operating Results	
	Current Quarter Ended 30 Jun 2024 RM'000	Immediate Preceding Quarter Ended 31 Mar 2024 RM'000	Current Quarter Ended 30 Jun 2024 RM'000	Immediate Preceding Quarter Ended 31 Mar 2024 RM'000
Operating segment				
Manufacturing	46,011	49,545	1,346	1,370
Property	4,329	9,256	(734)	7,770
Hostel Management	1,161	1,160	(183)	331
Elimination	(1,417)	977	(282)	(104)
	<u>50,084</u>	<u>60,938</u>	<u>147</u>	<u>9,367</u>
Finance costs			(898)	(933)
Interest income			24	23
(Loss) / Profit before tax			<u>(727)</u>	<u>8,457</u>

The Group recorded revenue of RM50.08 million and loss before tax of RM0.73 million for the current quarter ended 30 June 2024 as compared to revenue of RM60.94 million and profit before tax of RM8.46 million in the immediate preceding quarter. This represents a decrease in revenue of RM10.86 million and a decrease in operating profit before tax of RM9.19 million.

The lower revenue was mainly due to a lower revenue contributed by Property Division upon disposal of Jetson Construction Sdn. Bhd. (JCSB) in the immediate preceding quarter ended 31 March 2024. The decrease in operating profit before tax of RM9.19 million was due to a gain on disposal of subsidiaries in the immediate preceding quarter ended 31 March 2024.

B3. Commentary On Prospect

The analysis of the Group's core business prospects for the year 2025 is presented below:

a) *Manufacturing Division*

The Manufacturing Division remains the primary driver of the Group's revenue in 2025.

- Anti-vibration segment

The anti-vibration segment, catering to the automotive industry, remains the primary revenue contributor for the Manufacturing Division. Currently, we are engaged in developing and manufacturing anti-vibration parts for new car models, as well as working on localizing anti-vibration parts for existing car models.

The division is also anticipating further expansion in the export market by collaborating with both existing and new customers, including car manufacturers and major OEM automotive parts manufacturers across Europe, Japan, the US, Thailand, Indonesia, India, and China.

B3. Commentary On Prospect (Cont'd)

- 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 from the export market 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 paints 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) Property Division

The division will focus on completing the projects that are currently on-going.

c) Hostel Management Division

The Hostel Management Division continues to oversee and manage the hostels and facilities at University Putra Malaysia (UPM), Serdang, operating under the 'Build, Operate, and Transfer' (BOT) arrangement. This concession period with UPM spans 25 years, set to expire in 2028.

B4. Profit Forecast

Not applicable as no profit forecast was published.

B5. Loss Before Tax

	Individual quarter	Cumulative quarter
	30 Jun 2024	30 Jun 2024
	RM'000	RM'000
Loss before tax is arrived after charging/(crediting):-		
Amortisation of concession right	948	948
Bad debts written off	5	5
Depreciation of property, plant and equipment	1,073	1,073
Depreciation of right-of-use assets	382	382
Loss on disposal of property, plant and equipment	5	5
Reversal of impairment loss on other receivables	(2)	(2)
Interest expense	898	898
Interest income	(24)	(24)
Loss/(Gain) on foreign exchange:		
- realised	(122)	(122)
- unrealised	3	3
	<u>3</u>	<u>3</u>

B6. Tax Expense

	Individual quarter	Cumulative quarter
	30 Jun 2024	30 Jun 2024
	RM'000	RM'000
Income tax:-		
Based on result for current quarter	(244)	(244)
Underprovision in prior year	-	-
	<u>(244)</u>	<u>(244)</u>

B7. Status Of Corporate Proposal

- a) On 24 January 2024, the Board of Directors have announced that the Company proposes to undertake the following proposals:
- i) Proposed reduction of the issued share capital of Jetson pursuant to Section 116 of the Companies Act 2016 ("Act") ("Proposed Share Capital Reduction");
 - ii) Proposed private placement of new ordinary shares in Jetson ("Jetson Shares" or "Shares") representing up to 40% of the total number of issued Shares of Jetson ("Proposed Private Placement");
 - iii) Proposed acquisition by Jetson of 51.0% equity interest in Magical Era (M) Sdn Bhd ("MESB") ("Proposed Acquisition"); and
 - iv) Proposed establishment of an employees' share option scheme ("ESOS" or "Scheme") of up to 15% of the total number of issued shares in Jetson (excluding treasury shares, if any) at any point in time during the tenure of the Scheme for eligible directors and employees of Jetson and its subsidiaries (excluding dormant subsidiaries) ("Jetson Group" or "Group") ("Proposed ESOS").

Mercury Securities has been appointed as the principal adviser for the Proposals and placement agent for the Proposed Private Placement.

On 5 March 2024, an application for extension of time for the Company to submit the draft circular in relation to the Proposals had been submitted to Bursa Securities.

Bursa Securities had vide its letter dated 20 March 2024 resolved to grant the Company an extension of time until 24 April 2024 to submit the draft circular to Bursa Securities in relation to the Proposals.

On 19 April 2024, the Parties agreed to extend the Conditional Period for the fulfillment of all conditions precedent under the Share Sale Agreement (SSA) for a further 90 days to 23 July 2024.

On 23 April 2024, Mercury Securities had submitted additional listing application in relation to the Proposals to Bursa Securities.

Bursa Securities had vide its letter dated 19 June 2024 resolved to approve the followings:

- (i) Listing and quotation of up to 107,186,800 new ordinary shares to be issued pursuant to the Proposed Private Placement;
- (ii) Listing and quotation of 41,666,666 new ordinary shares to be issued pursuant to the Proposed Acquisition; and
- (iii) Listing of such number of new ordinary shares, representing up to 15% of the total number of issued shares in Jetson (excluding treasury shares, if any) to be issued pursuant to the Proposed ESOS.

The Notice of the Extraordinary General Meeting ("EGM") has been circulated on 4 July 2024.

On 19 July 2024, the Parties agreed to extend the Conditional Period for the fulfillment of all conditions precedent under the Share Sale Agreement (SSA) for a further 90 days to 21 October 2024.

B7. Status Of Corporate Proposal (Cont'd)

The Board of Directors announced at the EGM of the Company held on 26 July 2024, that all the resolutions as set out in the Notice of the EGM dated 4 July 2024, were duly passed by the shareholders of the Company.

On 12 August 2024, Mercury Securities, via its legal counsel, filed an application to the High Court of Malaya in relation to the Proposed Share Capital Reduction pursuant to Section 116 of the Companies Act 2016.

There were no other corporate proposal announced, other than the above which has not been completed as at 22 August 2024 (being the latest practicable date which is not earlier than 7 days from the date of this report).

B8. Utilisation of proceeds

The utilisation status of the total proceeds of RM35 million raised from disposal of a piece of freehold industrial land held under Title No. GM 256, Lot 1569, Mukim Batu, Gombak District, Negeri Selangor measuring approximately 1.6187 hectares in area together with a factory complex erected thereon and bearing the postal address of Lot. No. 1569, Jalan Kusta, Kawasan Perindustrian Kampung Jaya, 47000 Sungai Buloh, Selangor Darul Ehsan, as at date of this report are as follows:

	Proposed Utilisation (RM'000)	Actual Utilisation (RM'000)	Balance Unutilised Proceeds as at 30 Jun 2024 (RM'000)	Intended timeframe of utilisation (RM'000)
Repayment of bank borrowings	20,063	20,063	-	-
Capital expenditure of the Group	7,698	856	6,842	Within 24 months
Financing of existing construction and property development projects	4,680	4,680	-	-
Estimated expenses for the Proposed Disposal (inclusive of estimated RPGT to be paid)	2,559	2,559	-	-
	35,000	28,158	6,842	

B9. Group Borrowings

	Long Term RM'000	Short Term RM'000	Total Borrowings RM'000
Secured			
Bank overdrafts	-	1,789	1,789
Trust receipts and bankers' acceptance	-	22,240	22,240
Term loans	6,715	1,885	8,600
Finance lease payables	15,401	4,690	20,091
	<u>22,116</u>	<u>30,604</u>	<u>52,720</u>

a) The Group's total borrowing as at 30 June 2024 was RM52.72 million.

b) The Group does not have any borrowings denominated in foreign currency.

B10. Off Balance Sheet Financial Instruments

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

B11. Status Of Material Litigation

There is no material litigation against the Company.

B12. Dividend Payable

No dividend has been recommended by the Board of Directors during the financial period ended 30 June 2024.

B13. Earnings Per Ordinary Share

(a) Basic

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

	3 Months Ended	Cumulative Year To-date
	30 Jun 2024	30 Jun 2024
	RM'000	RM'000
Net profit attributable to the owners of the Company	<u>(933)</u>	<u>(933)</u>
Adjusted weighted average number of ordinary shares in issue and issuable	<u>267,967</u>	<u>267,967</u>
Basic earning per share (sen)	<u>(0.35)</u>	<u>(0.35)</u>

(b) Diluted

Diluted earnings per ordinary share for the financial year is calculated by dividing the profit for the financial year 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.

B14. Authorised For Issuance

The interim financial statements for the financial period ended 30 June 2024 has been approved by the Board of Directors on 29 August 2024 for release to the Bursa Securities.