

**JAKS RESOURCES BERHAD**  
**(COMPANY NO. 585648-T)**

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

THE FIGURES HAVE NOT BEEN AUDITED

The Directors are pleased to announce the 1st Quarter unaudited financial results for the financial period ended 31 March 2020.

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Quarter ended 31-Mar-2020	Preceding Year Quarter ended 31-Mar-2019	Current Year To-date ended 31-Mar-2020	Preceding Year To-date ended 31-Mar-2019
	RM'000	RM'000	RM'000	RM'000
Revenue	75,220	297,798	75,220	297,798
Cost of Sales	(72,599)	(238,477)	(72,599)	(238,477)
Gross Profit	2,620	59,321	2,620	59,321
Other Operating Income	204	626	204	626
Other Operating, Administrative Expenses	(12,503)	(32,248)	(12,503)	(32,248)
Operating Profit/(Loss) before finance cost	(9,678)	27,699	(9,678)	27,699
Finance cost	(7,124)	(4,932)	(7,124)	(4,932)
Operating Profit/(Loss) after finance cost	(16,802)	22,767	(16,802)	22,767
Share of Profit / (Loss) in Joint Venture	-	-	-	-
Profit/(Loss) Before Taxation	(16,802)	22,767	(16,802)	22,767
Taxation	(634)	(1,525)	(634)	(1,525)
Net Profit/(Loss) For The Period	(17,436)	21,242	(17,436)	21,242
Other Comprehensive Income / (Loss)				
Foreign currency translation	-	-	-	-
Total Comprehensive Income/(Loss) for the Period	(17,436)	21,242	(17,436)	21,242
<u>Net Profit/(Loss) For The Period Attributable to :</u>				
Owners of the Company	(6,219)	28,616	(6,219)	28,616
Non-Controlling Interests	(11,216)	(7,374)	(11,216)	(7,374)
	(17,436)	21,242	(17,436)	21,242
Earnings/(Loss) Per Share attributable to Owners of the Company (sen) :				
- Basic	(0.96)	5.04	(0.96)	5.04
- Diluted	(0.90)	5.04	(0.90)	5.04
Weighted average number of Ordinary Shares in issue	649,272	568,081	649,272	568,081
Weighted average number of Ordinary Shares in issue (diluted)	687,915	568,081	687,915	568,081

**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 2019 and the accompanying notes attached to the interim financial statements.

**JAKS RESOURCES BERHAD**  
**(COMPANY NO. 585648-T)**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2020**

	(Unaudited) As At End Of Financial Period End 31-Mar-2020 RM'000	(Audited) As At End Of Financial Year End 31-Dec-2019 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant and Equipment	1,145	946
Investment properties	685,547	690,011
Investment in Joint Venture	362,479	357,408
Golf Club memberships	318	318
Goodwill on Consolidation	128,136	128,136
Deferred Tax Assets	-	-
Right of use of Assets	1,904	2,163
	<u>1,179,530</u>	<u>1,178,983</u>
<b>Current Assets</b>		
Inventories	1,027	1,027
Property Development Costs	50,379	75,545
Amount due from customers for contract works	410,930	301,158
Trade and Other Receivables	441,175	531,405
Amount due by Joint Venture	9,666	9,203
Deposits placed with licensed banks	47,572	49,234
Cash and bank balances	37,580	102,253
	<u>998,330</u>	<u>1,069,825</u>
<b>Total Assets</b>	<u>2,177,860</u>	<u>2,248,808</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
Share Capital	664,762	659,642
Share Options Reserve	2,576	2,576
Warrant Reserve	25,607	25,607
Translation Reserve	(17,245)	(11,551)
Accumulated Profit	295,455	301,674
	<u>971,155</u>	<u>977,949</u>
Non-controlling interests	(69,311)	(58,094)
<b>TOTAL EQUITY</b>	<u>901,844</u>	<u>919,855</u>
<b>Non-Current Liabilities</b>		
Long Term Borrowings	304,714	306,232
Deferred Tax Liabilities	-	-
	<u>304,714</u>	<u>306,232</u>
<b>Current Liabilities</b>		
Trade and Other Payables	868,662	907,267
Bank borrowings	93,905	102,882
Bank overdraft	8,734	12,573
	<u>971,301</u>	<u>1,022,721</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>2,177,860</u>	<u>2,248,808</u>
No of Ordinary Shares	651,118	615,455
Net Assets Per Share attributable to Owners of the parent (RM)	<u>1.49</u>	<u>1.52</u>

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying notes attached to the interim financial statements).

**JAKS RESOURCES BERHAD**  
(COMPANY NO. 585648-T)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

	Current Year 3 Months ended 31-Mar-2020 RM'000	Current Year 3 Months ended 31-Mar-2019 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax for the period	(16,802)	22,767
Adjustment for:		
Depreciation and amortisation	3,235	4,881
Interest expense	7,124	4,932
Interest income	(81)	(254)
Restricted Share plan ("RSP") expenses	-	19,742
Provision for liquidated ascertained damages	9,837	5,816
Operating profit before working capital changes	3,313	57,884
(Increase)/Decrease in working capital:		
Inventories	25,166	-
Amount due from customers for contract works	(109,772)	75,559
Trade and other receivables	90,489	(21,010)
Additional shares investment in joint venture	-	(888)
Property Development Expenditure	-	(17,948)
Trade and other payables	(48,652)	(43,052)
	(42,769)	(7,339)
<b>Net Cash from/(used) in Operating</b>	<b>(39,456)</b>	<b>50,545</b>
Interest paid	(3,695)	(1,458)
Income tax paid	(423)	(1,286)
<b>Net Operating Cash Flow</b>	<b>(43,574)</b>	<b>47,801</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant & equipment	(320)	(68)
Interest received	81	254
Addition to investment properties	1,350	(5,637)
Addition to investment in Joint Venture company	(5,534)	-
Withdrawal / (Placement) of Fixed Deposits	-	1,919
<b>Net Investing Cash Flow</b>	<b>(4,422)</b>	<b>(3,532)</b>
<b>Cash flows from financing activities</b>		
Net Proceeds from shares issued	5,120	-
Interest paid	(3,429)	(3,473)
Drawdown / (Repayment) of short term borrowings	(9,076)	(7,162)
Drawdown (Repayment) of hire purchase liabilities	80	(87)
Drawdown / (Repayment) of bank term loans	(1,500)	-
Withdrawal / (Placement) of Fixed Deposits	1,661	-
<b>Net Financing Cash Flow</b>	<b>(7,144)</b>	<b>(10,722)</b>

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020. (Cont.)**

	Current Year 3 Months ended 31-Mar-2020	Current Year 3 Months ended 31-Mar-2019
	RM'000	RM'000
Net Change in Cash & Cash Equivalents	(55,140)	33,547
Cash & Cash Equivalents at beginning of the year	85,976	82,223
Translation Reserve	(5,695)	-
Cash & Cash Equivalents at end of the period.	25,141	113,422

**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	47,572	74,157
Cash & bank balances	37,580	123,734
Bank overdrafts	(8,734)	(9,076)
	76,418	188,815
Less : Deposit held as security values	(47,572)	(74,157)
Debt service reserves account	(3,705)	(1,236)
	25,141	113,422

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2019 and the accompanying notes attached to the interim financial statements).

**JAKS RESOURCES BERHAD**  
(COMPANY NO. 585648-T)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020.**

	Attributable to Equity Holders of the Company						Non-Controlling Interest	Total Equity
	Non-Distributable			Distributable				
	Share Capital	Share Options Reserve	Warrant Reserve	Translation Reserve	Retained Earnings	Sub-Total		
RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	
<b>Current Year</b> <b>Quarter ended</b> <b>31 March 2020.</b>								
Balance as at 1 January 2020	659,642	2,576	25,607	(11,551)	301,674	977,949	(58,094)	919,855
Total Comprehensive Income for the Period	-	-	-	-	(6,219)	(6,219)	(11,216)	(17,436)
Foreign currency translation	-	-	-	(5,695)	-	(5,695)	-	(5,695)
Issuance of ordinary shares Warrants	5,120							
<b>Balance as at</b> <b>31 March 2020.</b>	<b>664,762</b>	<b>2,576</b>	<b>25,607</b>	<b>(17,245)</b>	<b>295,455</b>	<b>971,155</b>	<b>(69,311)</b>	<b>901,844</b>
<b>Preceding Year</b> <b>Quarter ended</b> <b>31 March 2019</b>								
Balance as at 1 January 2019	598,974	3,219	25,607	(3,796)	194,199	818,203	4,074	822,277
Effect of adopting MFRS 9	-	-	-	-	-	-	-	-
Total Comprehensive Income for the Period	-	-	-	-	28,616	28,616	(7,374)	21,242
Foreign currency translation	-	-	-	(2,348)	-	(2,348)	-	(2,348)
Issuance of ordinary shares LTIP shares ("RSP")	19,742	-	-	-	-	19,742	-	19,742
<b>Balance as at</b> <b>31 March 2019</b>	<b>618,716</b>	<b>3,219</b>	<b>25,607</b>	<b>(6,144)</b>	<b>222,815</b>	<b>864,213</b>	<b>(3,300)</b>	<b>860,913</b>

(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 2019 and the accompanying notes attached to the interim financial statements).

**JAKS RESOURCES BERHAD (Company No. 585648-T)**

**A. NOTES TO THE INTERIM FINANCIAL REPORT**

**1. Basis of Preparation.**

The interim financial 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 2019.

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 2019.

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

The financial statements of JAKS for the financial year ended 31 December 2019 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 date of this report.

**7. Dividend.**

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

JAKS RESOURCES BERHAD (Company No. 585648-T)

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

8. Segmental Information for the Financial Period Ended 31 March 2020.

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 Development & Investment RM'000	Investment Holding & Others RM'000	Elimination RM'000	Total RM'000
REVENUE					
External Revenue	75,645	(512)	87	-	75,220
Inter-Company	5,871	-	3,059	(8,930)	-
	81,516	(512)	3,146	(8,930)	75,220
Segment Results	8,152	(15,335)	(2,699)		(9,882)
Other Income					204
Finance Cost					(7,124)
Profit After Finance cost					(16,802)
Share of Loss in Joint Venture					-
Profit Before Taxation					(16,802)
Taxation					(634)
Profit After Taxation					(17,436)
Attributable to: Owners of the Company					(6,219)
Non-Controlling Interests					(11,216)
					(17,436)

The Group's revenue for the period ended 31 March 2020 based on geographical location is presented as follows:

	RM'000
Malaysia	39,009
Vietnam	36,211
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Total	<u>75,220</u>

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

**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 2019.

**10. Significant Events.**

Save for the status of the information as described in Note 11 in Part B, 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.

**12. Changes in Contingent Liabilities.**

The changes in contingent liabilities of the Group since 31 December 2019 until 31 March 2020 were as follows: -

	As at 31 Mar 2020 RM'000	As at 31 Dec 2019 RM'000
Bank guarantees issued for execution of contracts of the Company or Subsidiaries company	59,926	61,891
Liquidated and ascertained damages	9,837	37,428
	----- 69,763 =====	----- 99,319 =====



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

13. Material Commitment

Save as disclosed below, there are no material commitments incurred or known to be incurred by the Group that has not been provided for, which upon becoming enforceable, may have a material impact on the financial results/position of the Group:-

Capital contribution contracted but not provided for in respect of shares subscription in JAKS Pacific Power Limited, joint venture of the Group amounted to approximately USD49.14 million or RM211.4 million, using exchange rate of USD1 : RM4.3025.

**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 31/03/2020 RM'000	Preceding Year Quarter Ended 31/03/2019 RM'000	Changes %	Current Year To-date Ended 31/03/2020 RM'000	Preceding Year To-date Ended 31/03/2019 RM'000	Changes %
Construction	75,645	272,878	(72)	75,645	272,878	(72)
Property Development & Investment	9,325	30,499	(69)	9,325	30,499	(69)
Less Provision for Liquidated ascertained damages ("LAD")	(9,837)	(5,816)	69	(9,837)	(5,816)	69
	(512)	24,683	(102)	(512)	24,683	(103)
Investment Holding & Others	87	237	(63)	87	237	(63)
<b>Total</b>	<b>75,220</b>	<b>297,798</b>	<b>(75)</b>	<b>75,220</b>	<b>297,798</b>	<b>(75)</b>

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

b) Profit / (Loss) Before Taxation

Segment	Current Year Quarter Ended 31/03/2020 RM'000	Preceding Year Quarter Ended 31/03/2019 RM'000	Changes %	Current Year To-date Ended 31/03/2020 RM'000	Preceding Year To-date Ended 31/03/2019 RM'000	Changes %
Construction	6,481	58,302	(89)	6,481	58,302	(89)
Property Development & Investment	(18,711)	(14,475)	29	(18,711)	(14,475)	29
Investment Holding & Others	(4,572)	(1,318)	247	(4,572)	(1,318)	247
Restricted Share Plan Expenses	-	(19,742)	100	-	(19,742)	100
	<u>(4,572)</u>	<u>(21,060)</u>	<u>(78)</u>	<u>(4,572)</u>	<u>(21,060)</u>	<u>(78)</u>
Total	(16,802)	22,767	(174)	(16,802)	22,767	(174)

The Group achieved revenue of RM75.2 million for the current quarter ended 31 March 2020, compared to the previous year's corresponding quarter of RM297.8 million and a loss before tax of RM16.8 million in the current quarter as compared to a profit before tax of RM22.8 million in the preceding year's corresponding quarter. The loss before tax for the current quarter was mainly attributable to the lower revenue recognised from the construction division including the Vietnam EPC construction works due to the COVID-19 pandemic which resulted in slowdown of construction works.

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

The main contributor to the Group for the current quarter was from the Construction division with a revenue of RM75.6 million (Q1 2019: RM272.9 million) and profit before tax of RM6.5 million (Q1 2019: RM58.3 million).

The Property Development & Investment division contributed a lower revenue of RM9.3 million to the Group in the current quarter as compared to RM30.4 million in the preceding year's corresponding quarter in accordance with the development stage which was also affected by the COVID-19 triggered Movement Control Order ("MCO") situation. After provision for liquidated ascertained damages ("LAD") charges of RM9.8 million (Q1 2019: RM5.8 million) which was netted off against the gross revenue achieved on application of the accounting standards, MFRS 15 *Revenue*, the Property Development & Investment division achieved a revenue of negative RM0.51 million for the current quarter. In line with the lower revenue, a higher loss before tax of RM18.7 million the quarter under review was recorded compared to a loss before tax of RM14.5 million in the first quarter of 2019.

The Investment Holding & Others division recorded a lower loss before tax of RM4.6 million in the quarter under review as compared to a loss before tax of RM21.1 million incurred in the preceding year's corresponding quarter mainly due to the absence of the RM19.7 million charged out in respect of the award of 38,709,760 ordinary shares under the LTIP – Restricted Share Plan to selected employees or executives of the company.

**2. Variation of Results against Preceding Period.**

	Current Year Quarter 1/1/20-31/3/20 <u>RM'000</u>	Immediate Preceding Quarter 1/10/19 – 31/12/19 <u>RM'000</u>	Changes %
Revenue	75,220	222,474	(66)
Profit / (Loss) before tax	(16,802)	(11,776)	43

The Group achieved RM75.2 million revenue for the current quarter, compared to revenue of RM238.9 million in the preceding quarter ended 31 December 2019. The Group recorded a Loss Before Tax of RM16.8 million in the current quarter compared to a Loss Before Tax of RM11.9 million in the preceding quarter.

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

**3. Prospects**

The global COVID-19 virus pandemic and the government's Movement Control Order (MCO) has temporarily affected our operations. As we are now in the Recovery Movement Control Order (RMCO) phase, we hope to regain lost ground and to make up for valuable time lost. Our project sites have since resumed work although it will take some lead time for our operations to regain the momentum to return to full normalcy. Hopefully, the various incentives in the Government's recent Economic Recovery Stimulus Package will help stimulate the economic recovery and mitigate the adverse impact of the pandemic.

Despite the difficult and challenging situation, the Group will continue to focus on completion of its on-going projects in hand, and with the expected completion of the Vietnam Power Plant this year which is expected to contribute stable recurring income, the Group will strive to prevail through the storm.

The group is also exploring various fund raising exercises like capital raising from the equities market and also other new financing opportunities to raise funds for the Groups needs and to further strengthen its financial position. At the same time, cost control measures are and will continue to be implemented appropriately.

As the full extent and impact of the COVID-19 pandemic remains to be seen, the Board will continue to exercise due care and prudence in view of the uncertainties and challenges ahead.

**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 31 Mar 2020 RM'000	Year-to-date Ended 31 Mar 2020 RM'000
Taxation	634	634

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 with low tax rate of 1 to 2%.

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

**6. Group Borrowings.**

Group borrowings as at 31 March 2020 including interest denominated in Ringgit Malaysia are as follows: -

	<u>Secured</u> <u>RM'000</u>	<u>Unsecured</u> <u>RM'000</u>	<u>Total</u> <u>RM'000</u>
Short term borrowings	93,905	-	93,905
Overdraft	8,734	-	8,734
Long term borrowings	304,714	-	304,714
	<hr/>	<hr/>	<hr/>
Total	407,353	-	407,353
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

**7. Notes to the statement of comprehensive income.**

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

	Current Quarter Ended 31 Mar 2020 RM'000
<u>Expenses</u>	
Interest Expense	7,124
Depreciation and Amortisation	3,235
Liquidated and ascertained damages provision	9,837
 <u>Income</u>	
Interest Income	81

**8. Material Litigation.**

**(a) Star Media Group Berhad ("STAR") Claim**

The Star Media Group Berhad ("STAR") had on 30 April 2019 served a Writ of Summons and Statement of Claims against the Company claiming that the Company as corporate guarantor to JAKS Island Circle Sdn Bhd ("JIC") is liable for JIC's purported default of obligations under the Sale and Purchase Agreement ("SPA") dated 19 August 2011 executed by STAR with JIC. The claim is for specific relief and damages for the total amount of RM177.7 million.

On 27 May 2019, the Company also filed its Defence and Counterclaim.

On 1 August 2019, STAR filed a Notice of Application for Disposal of case on point of law and/or Striking Out and/or Summary Judgment pursuant to Order 14A, Order 18 Rule 19 and Order 81 of the Rules of Court 2012 ("Application").

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

Case managements were held at the Kuala Lumpur High Court on 6 May 2019, 17 June 2019, 23 July 2019, 7 August 2019 and 28 August 2019.

On 28 August 2019, the Court granted leave to the Company to file a Reply to Star Media's Defence in the Counterclaim.

During the hearing on 14 October 2019, the Court informed the solicitors for the respective parties that the hearing of Star Media's is vacated and re-fixed a new hearing date on 14 November 2019.

During the hearing on 14 November 2019, the Court informed the solicitors for the respective parties that the hearing of Star Media's Application is vacated and re-fixed a new hearing date on 3 January 2020.

During the hearing on 3 January 2020, the Court informed the solicitors for the respective parties that the hearing of Star Media's is vacated and re-fixed a new hearing date on 21 April 2020.

The Company announced on 17 April 2020 that in light of the Movement Control Order, the Court informed the solicitors for the respective parties that the hearing of Star Media's Application pursuant to Order 14A, Order 18 and Order 18 Rule 19 of the Rules of Court 2012 on 21 April 2020 is vacated and re-fixed a new hearing date on 18 June 2020. Further, on 10 June 2020, the Company announced that the Court had vacated the hearing of STAR's Application on the abovementioned claim, and a new hearing date will be fixed in due course.

In respect of STAR's claim, the solicitors of the Company are of the opinion that the Company's chances in succeeding in its Counterclaim to be strong and backed with substantial grounds. It follows that it is highly prospective for the Company to defend the claim by STAR.

**(b) Claim against STAR at Kuala Lumpur High Court**

On 30 May 2019, the Company and JIC filed a claim against STAR at the Kuala Lumpur High Court for breach of the SPA dated 19 August 2011 on the following reliefs:

- a declaration that the Completion Period for JIC to deliver STAR's entitlement under the SPA is on 20 June 2020;
- a declaration that STAR has breached SPA;
- a declaration that STAR is unjustly enriched;
- the sum of RM248,242,987.62 to be paid to JIC as liquidated ascertained damages;
- the sum of RM297,035,481 to be paid to JRB as loss of proceeds from corporate fund raising exercises;
- the sum of RM50,000,000 together with all interests and all related costs incurred thereto pursuant to the Bank Guarantee that is to be refunded and/or returned to JIC within 7 days from the date of the Court Order, and
- damages.

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

On 1 August 2019, STAR has filed a Notice of Application for Disposal of case on point of law and/or Striking Out pursuant to Order 14A and Order 18 Rule 19 of the Rules of Court 2012.

Case Managements were held on 18 June 2019, 19 July 2019, 14 August 2019, 3 September 2019, 31 October 2019, 15 November 2019, 29 November 2019 and 6 January 2020.

During the case management on 6 January 2020, the court fixed another case management on 27 April 2020.

The Company announced on 17 April 2020, that in light of the Movement Control Order, the High Court of Kuala Lumpur had vacated the case management on 27 April 2020. The court fixed another case management on 18 May 2020.

On 14 May 2020, the Company announced that in light of the Movement Control Order, the High Court of Kuala Lumpur had vacated the case management on 18 May 2020, and fixed another case management on 3 August 2020.

The solicitors of the Company are confident of the Company's chances in succeeding in its claim against STAR.

Insofar as STAR's application to have both suits disposed of summarily on points of law, the solicitors of the Company are sanguine of their chances in defending the applications as the underlying disputes involved many issues to be tried which can only be determined through viva voce evidence.

**9. Dividend**

No dividend has been declared for the quarter under review.

**10. Earnings Per Ordinary Share**

The earnings per share has been calculated based on the Group's profit attributable to owners of the Company for the period and the weighted average number of ordinary shares outstanding as at end of the period.



**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	Preceding Year	Current Year	Preceding Year
Quarter Ended	Quarter Ended	To-date Ended	To-date Ended
31/03/20	31/03/19	31/03/20	31/03/19
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	(6,219)	28,616	(6,219)	28,616
Weighted average Number of Share in issue (RM1.00 each)	649,272	568,081	649,272	568,081
Basic Earnings/(Loss) Per Share (sen)	(0.96)	5.04	(0.96)	5.04

<u>Individual Period</u>		<u>Cumulative Period</u>	
Current Year	Preceding Year	Current Year	Preceding Year
Quarter Ended	Quarter Ended	To-date Ended	To-date Ended
31/03/20	31/03/19	31/03/20	31/03/19
RM'000	RM'000	RM'000	RM'000

**b) Diluted Earnings/(Loss) Per Share**

Profit/(Loss) for the period attributable to owners of the Company	(6,219)	28,616	(6,219)	28,616
Weighted average Number of Share in issue (RM1.00 each)	687,915	568,081	687,915	568,081
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)	687,915	568,081	687,915	568,081
Diluted Earnings/(Loss) Per Share (sen)	(0.90)	5.04	(0.90)	5.04

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

**11. Status of the Corporate Exercise**

On 22 May 2020, the Company announced to Bursa Malaysia Securities Berhad, the proposed renounceable rights issue up to 402,277,057 new Company's shares ("Rights Shares") together with 201,138,528 Warrants on the basis of 2 Rights Shares together with 1 Warrant for every 4 Company's shares held on an entitlement date to be determined later ("Rights Entitlement Date").

**12. Authorisation for issue.**

The interim financial statements were authorised for issue by the Board of Directors on 30 June 2020.