

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

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016**

THE FIGURES HAVE NOT BEEN AUDITED

The Directors are pleased to announce the 4th Quarter unaudited financial results for the financial year ended 31 December 2016.

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Quarter ended 31-Dec-2016 RM'000	Preceding Year Quarter ended 31-Dec-2015 RM'000	Current Year To-date ended 31-Dec-2016 RM'000	Preceding Year To-date ended 31-Dec-2015 RM'000
Revenue	149,321	146,932	640,375	461,178
Cost of Sales	(129,844)	(125,741)	(549,734)	(368,203)
Gross Profit	19,477	21,191	90,641	92,975
Other Operating Income	(193)	88,151	4,920	88,816
Other Operating, Administrative, Selling and Distribution expenses	(42,324)	(73,543)	(79,045)	(107,330)
Operating Profit / (Loss) before finance cost	(23,040)	35,799	16,516	74,461
Finance cost	(4,568)	(7,364)	(24,154)	(19,179)
Operating Profit / (Loss) after finance cost	(27,608)	28,435	(7,638)	55,282
Share of Profit / (Loss) in Joint Venture	274	-	361	-
Profit / (Loss) Before Taxation	(27,334)	28,435	(7,277)	55,282
Taxation	(4,225)	195	(8,694)	(8,120)
Net Profit / (Loss) For The Period	(31,559)	28,630	(15,971)	47,162
Other Comprehensive Income	-	-	-	-
Total Comprehensive Income / Loss for the Period	(31,559)	28,630	(15,971)	47,162
<u>Total Comprehensive Income /(Loss) for the Period</u>				
<u>Attributable to :</u>				
Owners of the Company	(24,030)	29,220	736	41,467
Non-Controlling Interests	(7,529)	(590)	(16,707)	5,695
	(31,559)	28,630	(15,971)	47,162
Earnings / (Loss) Per Share attributable to Owners of the Company (sen) :				
- Basic	(5.48)	6.67	0.17	9.46
- Diluted	N/A	N/A	N/A	N/A

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 2015 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 DECEMBER 2016.**

	(Unaudited) As At End Of Financial Year End 31-Dec-2016 RM'000	(Audited) As At End Of Financial Year End 31-Dec-2015 RM'000
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, Plant and Equipment	17,096	19,855
Investment properties	449,591	450,482
Investment in Joint Venture	127,289	62,090
Golf Club memberships	342	350
Goodwill on Consolidation	148,501	148,501
Deferred Tax Assets	3,203	7,422
Land held for Development	38,879	38,879
	<u>784,901</u>	<u>727,579</u>
<b>Current Assets</b>		
Inventories	4,170	9,186
Property Development Costs	301,120	301,840
Amount due from customers for contract works	94,755	68,566
Trade and Other Receivables	263,599	136,221
Amount due by Joint Venture	7,623	151,151
Deposits placed with licensed banks	62,139	41,370
Cash and bank balances	39,590	46,048
	<u>772,996</u>	<u>754,382</u>
Asset classified as held for sale	-	3,249
<b>Total Assets</b>	<u>1,557,897</u>	<u>1,485,210</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to owners of the parent</b>		
<b>Share Capital</b>	438,361	438,361
<b>Share Premium</b>	8,369	8,369
<b>Translation Reserve</b>	2,979	-
<b>Accumulated Profit / (Losses)</b>	55,118	54,382
	<u>504,827</u>	<u>501,112</u>
<b>Non-controlling interests</b>	78,206	94,913
<b>TOTAL EQUITY</b>	<u>583,033</u>	<u>596,025</u>
<b>Non-Current Liabilities</b>		
Long Term Borrowings	247,464	326,216
Deferred Tax Liabilities	172	227
	<u>247,636</u>	<u>326,443</u>
<b>Current Liabilities</b>		
Trade and Other Payables	438,460	330,286
Tax Payable	5,304	2,110
Bank borrowings	197,084	145,694
Bank overdraft	86,380	84,652
	<u>727,228</u>	<u>562,742</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,557,897</u>	<u>1,485,210</u>
Net Assets Per Share attributable to Owners of the parent (RM)	<u>1.15</u>	<u>1.14</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 2015 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 YEAR ENDED 31 DECEMBER 2016.**

	Current Year 12 Months ended 31-Dec-2016	Current Year 12 Months ended 31-Dec-2015
	RM'000	RM'000
<b>Cash flows from operating activities</b>		
Profit / (Loss) before tax for the period	(7,277)	55,282
Adjustment for:		
Depreciation and amortisation	14,946	6,726
Interest expense	26,288	22,125
Interest income	(2,134)	(2,946)
Loss / (Gain) on disposal of property, plant & equipment	187	(33,154)
Allowance for impairment of receivables	7,915	11,416
Impairment of Inventories	-	3,876
Impairment on Goodwill	-	30,000
Gain on disposal of subsidiary	-	(50,055)
Gain on disposal of asset held for sales	(3,247)	-
Share of Profit in Joint Venture	(361)	-
Unrealised Loss on foreign exchange	5,889	6,615
Operating profit before working capital changes	42,206	49,885
(Increase)/Decrease in working capital		
Inventories	5,016	12,600
Amount due from customers for contract works	(26,189)	(5,544)
Trade and other receivables	(134,006)	43,959
Amount refund from Joint Venture company	143,528	-
Property Development Expenditure	720	(30,545)
Trade and other payables	102,286	49,185
Land held for property development	-	(299)
	91,355	69,356
	133,561	119,241
Interest paid	(14,159)	(14,172)
Interest received	2,134	-
Income tax paid	(2,623)	(11,416)
<b>Net Operating Cash Flow</b>	118,913	93,653
<b>Cash flows from investing activities</b>		
Net Movement in Development expenditure	-	(20,637)
Interest Received	-	2,946
Purchase of property, plant & equipment	(594)	(2,180)
Proceeds from disposal of property, plant & equipment	108	2,038
Additional investment in Joint Venture company	(64,838)	-
Addition to investment properties	(10,989)	(161,801)
Addition to asset classified as held for sale	-	(91)
Net Proceeds from disposal of assets held for sale	6,496	58,136
Cash outflow arising from disposal of subsidiaries	-	(469)
<b>Net Investing Cash Flow</b>	(69,817)	(122,058)
<b>Cash flows from financing activities</b>		
Interest paid	(12,130)	(7,952)
Drawdown / (Repayment) of short term borrowings	37,210	(11,256)
Drawdown (Repayment) of hire purchase liabilities	(2,249)	(3,016)
Drawdown / (Repayment) of bank term loans	(62,323)	(64,258)
Withdrawal / (Placement) of Fixed Deposits	(20,769)	41,994
<b>Net Financing Cash Flow</b>	(60,261)	(44,488)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS  
FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2016. (Cont.)**

	Current Year 12 Months ended 31-Dec-2016	Current Year 12 Months ended 31-Dec-2015
	RM'000	RM'000
<b>Net Change in Cash &amp; Cash Equivalents</b>	(11,165)	(72,893)
<b>Cash &amp; Cash Equivalents at beginning of the year</b>	(48,469)	24,424
<b>Translation Reserve</b>	2,979	-
<b>Cash &amp; Cash Equivalents at end of the period.</b>	(56,655)	(48,469)

**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	62,139	41,370
Cash & bank balances	39,590	46,048
Bank overdrafts	(86,380)	(84,652)
	15,349	2,766
Less : Deposit held as security values	(62,139)	(41,370)
Debt service reserves account	(9,865)	(9,865)
	(56,655)	(48,469)

(The Condensed Consolidated Statement of Cash Flow should be read in conjunction with the Audited Financial Statements for the financial year ended 31 December 2015 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 YEAR ENDED 31 DECEMBER 2016.**

	Attributable to Equity Holders of the Company					Non-Controlling Interest RM'000	Total Equity RM'000
	Non-Distributable		Distributable				
	Share Capital RM'000	Share Premium RM'000	Translation Reserve RM'000	Retained Earnings/ (Accumulated Losses) RM'000	Sub-Total RM'000		
<b>Current Year to-date ended 31 December 2016.</b>							
<b>Balance as at 1 January 2016</b>	438,361	8,369	-	54,382	501,112	94,913	596,025
Total Comprehensive Income for the Year	-	-	-	736	736	(16,707)	(15,971)
Addition for the Year	-	-	2,979	-	2,979	-	2,979
<b>Balance as at 31 December 2016.</b>	438,361	8,369	2,979	55,118	504,827	78,206	583,033
<b>Preceding Year to-date ended 31 December 2015.</b>							
<b>Balance as at 1 January 2015</b>	438,361	8,369	-	12,915	459,645	89,218	548,863
Total Comprehensive Income for the Year	-	-	-	41,467	41,467	5,695	47,162
<b>Balance as at 31 December 2015.</b>	438,361	8,369	-	54,382	501,112	94,913	596,025

(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 2015 and the accompanying notes attached to the interim financial statements).

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

**1. Basis of Preparation.**

The interim financial report is unaudited and has 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 report should be read in conjunction with the audited financial statements of the Group for the year ended 31 December 2015.

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 2015, except for the adoption of the relevant new FRSs, amendments to FRSs and 1C Interpretations that are effective and not yet adopted. The adoption of the new FRSs, amendments to FRSs and 1C Interpretations does not have any material impact on the financial position and results of the Group.

On 19 November 2011, the Malaysian Accounting Standards Board (“MASB”) issued a new approved accounting framework, the Malaysian Financial Reporting Standards (“MFRSs Framework”).

The MFRSs Framework is to be applied by all Entities Other Than Private Entities for annual periods beginning on or after 1 January 2012, with the exception of entities that are within the scope of *MFRS 141 Agriculture and/or IC Interpretation 15 Agreements for Construction of Real Estate*, including the entities parent, significant investor and venturer (referred to as “Transitioning Entities” collectively).

On 8 September 2015, MASB confirmed the effective date of MFRS 15 Revenue from Contracts with Customer will be deferred to annual periods beginning on or after 1 January 2018. However, early application of MFRS 15 is still permitted. MFRS 15 was issued in September 2014 with the original effective date of 1 January 2017.

The Company falls within the scope definition of Transitioning Entities and accordingly, will prepare its first set of MFRSs financial statements for the financial year ending 31 December 2018.

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

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

The financial statements of JAKS for the financial year ended 31 December 2015 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 year under review.

**5. Material changes in estimates.**

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

**6. Issuance and Repayment of Debt and Equity Securities.**

There were no issuance, cancellations, repurchases, resale and repayment of debt and equity securities for the financial year under review,

**7. Dividend.**

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

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

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

**8. Segmental Information for the Financial Year Ended 31 December 2016.**

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 RM'000	Trading & Manufacturing RM'000	Investment RM'000	Elimination RM'000	Total RM'000
REVENUE						
External Revenue	457,860	160,276	22,239	-	-	640,375
Inter-Company	120,058	-	8,805	6,000	(134,863)	-
	577,918	160,276	31,044	6,000	(134,863)	640,375
Segment Results	56,140	(26,582)	2,507	(20,469)		11,596
Other Income						4,920
Finance Cost						(24,154)
Loss After Finance cost						(7,638)
Share of Profit in Joint Venture						361
Loss before Taxation						(7,277)
Taxation						(8,694)
Loss After Taxation						(15,971)
<u>Attributable to :</u>						
Owners of the Company						736
Non-Controlling Interests						(16,707)
						(15,971)



**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 2015.

**10. Subsequent Events.**

There were no significant subsequent events between the date of the last financial statements used in the preparation of this report and the date of this report, which will affect materially the content of this report.

**11. Effect of Changes in the Composition of the Group.**

There were no changes in the composition of the Group during the year under review.

**12. Changes in Contingent Liabilities.**

The changes in contingent liabilities of the Group since 31 December 2015 until 31 December 2016 were as follows: -

	As at 31 Dec 2016 RM'000	As at 31 Dec 2015 RM'000
Bank guarantees issued for - execution of contracts of the Company or Subsidiaries company	149,876	209,497
Guarantees given to suppliers of goods for credit terms granted to subsidiaries	2,000	2,000
	----- 151,876 =====	----- 211,497 =====

**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 USD110.14 million or RM494.09 million.

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

**1. Review of Financial Performance.**

The Group achieved revenue of RM149.3 million for the current quarter ended 31 December 2016, an increase of approximately 2% from the previous year's corresponding quarter of RM146.9 million. The current quarter's revenue was contributed mainly by the Construction division of RM102.9 million. The Property Development division contributed RM46.6 million to the Group's revenue following the progress billings achieved. There was minimal revenue contribution from the Trading and Manufacturing divisions in the quarter under review as the Group focused its resources on the construction and property development activities.

For the fourth quarter of 2016 the Construction division achieved profit before tax of RM10.8 million as compared to RM375,000 in the fourth quarter of 2015. Despite minimal revenue contribution, the Trading and Manufacturing divisions achieved profit before tax of RM3.2 million in the quarter under review deriving it from the gain on disposal of asset held for sales. The Property Development division conversely incurred a loss before tax of RM20.2 million in the quarter under review as compared to a loss before tax of RM1.7 million in the fourth quarter of 2015. This division's performance was affected by the competitive pricing and slowdown in the property market coupled with the higher operating and financing expenses after the opening of the EVOLVE mall. With the mall in full operation during the year, there was also higher depreciation charge. The Investment division also did poorly as it incurred a loss before tax of RM21.2 million in the quarter under review and this was mainly due to the following:

- (i) an allowance of the impairment on receivables of RM12.4 million;
- (ii) RM5.9 million unrealised loss and RM2.3 million realised loss on the foreign exchange in the current quarter.

The Group incurred a loss before tax of RM27.3 million in this final quarter of 2016 compared to profit before tax of RM28.4 million in the previous year's corresponding quarter as the Group result was dragged down by the losses in the Property development division and Investment division.

For the financial year ended 31 December 2016, the Group achieved revenue of RM640.4 million and loss before tax of RM7.3 million. The Construction division was the biggest contributor with revenue of RM457.9 million and profit before tax of RM49.9 million of which RM150.1 million revenue and RM36 million profit were derived from the Vietnam EPC Construction respectively. The Trading and Manufacturing divisions achieved a profit before tax of RM3.8 million which was mainly due to the gain arises from the disposal of asset held for sales in the year.

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

However, the losses from in the Property Development and Investment divisions had affected the profitability achieved by other divisions. The Property Division incurred a loss before tax of RM37.1 million following the competitive pricing and slowdown in the property market as well as higher operating and financing expenses after the opening of the EVOLVE mall. The Investment division also incurred loss before tax of RM23.8 million in the year due to the allowance of the impairment on receivables of RM7.9 million and also RM8.2 million realised and unrealised loss on the foreign exchange.

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

	Current Year Quarter 1/10/16-31/12/16 RM'000	Immediate Preceding Quarter 1/7/16 – 30/9/16 RM'000
Revenue	149,321	209,118
Profit /(Loss) before tax	(27,334)	12,207

The Group achieved RM149.3 million revenue for the current quarter, a decrease of 29% from the revenue of RM209.1 million in the preceding quarter ended 30 September 2016. The decrease in revenue was mainly due to substantial progressive offshore works carried out that are to be recognised from the Vietnam EPC construction revenue and this had affected the profit before tax in the current quarter under review. In addition, the losses from Property and Investment Divisions on the back of competitive property market, impairment on receivables and the losses from the foreign exchange had affected the Group's results in the current quarter.

**3. Prospects.**

With the existing order book in hand on jobs from the domestic market and construction jobs that have come on-stream from the Vietnam venture, the Group's Construction division is expected to perform satisfactorily as the progress of work moves according to schedule.

However, the property market remains challenging on the back of the slower economic momentum, due to the weaker purchasing sentiment post-GST, coupled with the tighter lending from banks that impacts both the sales of commercial and residential units of the Property Development division.

Barring any adverse developments, the Group will endeavor to improve its present performance in 2017.

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

**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 Dec 2016 RM'000	Year-to-date Ended 31 Dec 2016 RM'000
Taxation	62	4,531
Deferred Taxation	4,163	4,163
	-----	-----
	4,225	8,694
	=====	=====

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 deferred tax asset of the Group is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

**6. Group Borrowings.**

Group borrowings as at 31 December 2016 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	197,084	-	197,084
Overdraft	86,380	-	86,380
Long term borrowings	247,464	-	247,464
Total	----- 530,928	----- -	----- 530,928

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

**7. Realised and Unrealised Profit or Loss.**

The breakdown of the Group's retained profits or loss as at 31 December 2016 into realised and unrealised profit or loss are as follows:

	As At 31 Dec 2016 RM'000	As At 31 Dec 2015 RM'000
Retained profits		
- Realised	57,976	53,803
- Unrealised	(2,858)	579
	-----	-----
	<u>55,118</u>	<u>54,382</u>
	=====	=====

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

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

<u>Expenses</u>	Current Year-to-date 31 Dec 2016 RM'000
Interest Expense	26,288
Depreciation and Amortisation	14,946
Unrealised loss on foreign exchange	5,889
Realised loss on foreign exchange	2,348
Allowance for impairment of receivables	7,915
Loss on disposal of property, plant & equipment	187
<u>Income</u>	
Interest Income	(2,134)
Gain on disposal of asset held for sales	(3,247)
Share of Profit in Joint Venture	(361)

**9. Material Litigation.**

The Group is not engaged in any material litigation other than those carried out in the ordinary course of business on recovery of debts.

**10. Dividend**

No dividend has been declared for the quarter under review.

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

**11. Earnings/ (Loss) Per Ordinary Share**

**a) Basic Earnings / (Loss) Per Share**

The earnings/ (loss) 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.

	<u>Individual Period</u>		<u>Cumulative Period</u>	
	Current Year Ended 31/12/16 RM'000	Preceding Year Ended 31/12/15 RM'000	Current Year Ended 31/12/16 RM'000	Preceding Year Ended 31/12/15 RM'000
Profit/ (Loss) for the period attributable to owners of the Company	(24,030)	29,220	736	41,467
Weighted average Number of Share in issue (RM1.00 each)	438,361	438,361	438,361	438,361
Basic Earnings /(Loss) Per Share (sen)	(5.48)	6.67	0.17	9.46

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

This is not applicable, as there exists no share option, warrants or other financial instruments that will dilute or have the effect of diluting the basic earnings per share.

**12. Status of the Corporate Exercise**

Save as disclosed below, there were no corporate proposals announced but not completed as at the date of this report:

On 13 April 2016, the Company announced to undertake the following proposals:-

- (a) to terminate the Company's existing Employees' Share Option Scheme; and
- (b) to establish and implement a new long-term incentive plan of up to fifteen percent (15%) of the issued and paid-up share capital of the Company (excluding treasury shares) at any point in time for the Directors and employees of JRB and its subsidiaries, who meet the criteria of eligibility for participation ("Eligible Person(s)"), comprising the following:
  - a share option scheme which will entitle the Eligible Persons, upon exercise, to subscribe for new ordinary shares of RM1.00 each in JRB ("JRB Shares") at a specified future date at a pre-determined price; and

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

- a share grant scheme comprising the restricted share plan and performance share plan which entitles the Eligible Persons to receive new fully paid JRB Shares.  
(Collectively, referred to as Proposed Long Term Incentive Plan (“LTIP”))

Bursa Securities had vide its letter dated 4 May 2016, approved the listing and quotation for such number of new JRB Shares, representing up to fifteen percent (15%) of the issued and paid-up ordinary share capital of JRB (excluding treasury shares), to be issued pursuant to the Proposed LTIP subject to the following conditions:-

- RHB Investment Bank is required to submit a confirmation to Bursa Securities of full compliance of the Proposed LTIP pursuant to paragraph 6.43(1) of the Listing Requirements and stating the effective date of implementation together with a certified true copy of the resolution passed by the shareholders in general meeting.
- JRB is required to furnish Bursa Securities on a quarterly basis a summary of the total number of LTIP Shares listed as at the end of each quarter together with a detailed computation of the listing fees payable.

The Proposed LTIP obtained the shareholders’ approval of the Company at an Extraordinary General Meeting convened on 28 June 2016. On 5 July 2016, the confirmation was submitted to Bursa that the effective date for the implementation of the LTIP has been fixed on 5 July 2016, being the date of full compliance of the LTIP. As at end of 31 December 2016, there was no LTIP allocation yet.

**13. Authorisation for issue.**

The interim financial statements were authorised for issue by the Board of Directors on 25 February 2017.