

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

	Individual Quarter		Cumulative Quarter	
	Current year Quarter 31-Mar-17 RM'000	Preceding year Corresponding Quarter 31-Mar-16 RM'000	Current Year To date 31-Mar-17 RM'000	Preceding year Corresponding Period 31-Mar-16 RM'000
Revenue	27,950	20,813	27,950	20,813
Direct costs	(3,268)	(3,224)	(3,268)	(3,224)
Changes in inventories of finished goods and work in progress	3,050	(2,049)	3,050	(2,049)
Raw materials and consumable used	(18,216)	(12,093)	(18,216)	(12,093)
Changes in inventories of trading merchandise	(877)	(34)	(877)	(34)
Staff costs	(2,914)	(1,974)	(2,914)	(1,974)
Other income	943	92	943	92
Depreciation and amortisation	(961)	(863)	(961)	(863)
Other operating expenses	(3,106)	(2,363)	(3,106)	(2,363)
Finance cost	(149)	(187)	(149)	(187)
Profit/(Loss) before taxation	2,452	(1,882)	2,452	(1,882)
Taxation	-	(18)	-	(18)
Profit/(Loss) after taxation	2,452	(1,900)	2,452	(1,900)
Other comprehensive income, net of tax	-	-	-	-
Total comprehensive income/(loss) for the period	2,452	(1,900)	2,452	(1,900)
Profit/(Loss) attributable to:				
Owners of the Company	2,432	(1,914)	2,432	(1,914)
Non-controlling interest	20	14	20	14
	2,452	(1,900)	2,452	(1,900)
Total comprehensive income/(loss) attributable to:				
Owners of the Company	2,432	(1,914)	2,432	(1,914)
Non-controlling interest	20	14	20	14
	2,452	(1,900)	2,452	(1,900)
Earning/(Loss) per share EPS/(LPS) attributable to owners of the Company (sen per share):				
Basic EPS/(LPS)	0.21	(0.17)	0.21	(0.17)
Diluted EPS	0.16	N/A(*)	0.16	N/A(*)

* The fully diluted earning/(loss) per share is not disclosed as the effects on the assumed exercised of the warrants and Share Issuance Scheme ("SIS") options is anti-dilutive.

The unaudited Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	As at end of Current Quarter 31-Mar-17 RM'000	Audited As at preceding Financial Year Ended 31-Dec-16 RM'000
ASSETS		
Non Current assets		
Property, plant and equipment	78,310	78,457
Land held for property development	14,135	14,059
Other investment	105	105
Deferred taxation	1,036	1,036
	93,586	93,657
Current Assets		
Inventories	41,544	33,695
Trade and other receivables	11,838	13,175
Tax recoverable	1,380	2,849
Other investment	4,034	4,464
Fixed deposits with licensed banks	2,145	2,135
Cash and bank balances	5,911	5,217
	66,852	61,535
TOTAL ASSETS	160,438	155,192
EQUITY AND LIABILITIES		
Capital and reserves attributable to owners of the parent		
Share capital	117,387	114,384
Share premium	19,162	19,162
Revaluation reserve	23,379	23,379
Reverse acquisition reserve	(72,051)	(72,051)
Reserve - SIS	2,576	2,576
Retained profits	39,237	36,805
	129,690	124,255
Equity attributable to the owners of the Company	129,690	124,255
Non controlling interest	74	54
Total equity	129,764	124,309
Long term liabilities		
Deferred taxation	1,926	1,926
Deferred income	1,113	1,148
Hire purchase liabilities	21	40
Term loan	9,889	10,131
	12,949	13,245
Current Liabilities		
Trade and other payables	9,265	11,511
Hire purchase liabilities	227	265
Short term borrowings	7,652	5,308
Derivative liabilities	579	552
Tax payable	2	2
	17,725	17,638
TOTAL LIABILITIES	30,674	30,883
TOTAL EQUITY AND LIABILITIES	160,438	155,192
Net assets per share (sen) attributable to owners of the Company	11.06	11.00

The unaudited Condensed Consolidated Statements of Financial Position should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

JAG BERHAD ("JAG" OR "COMPANY")
(Company No. 439230 - A)

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

	Share capital RM'000	Share premium RM'000	Revaluation reserve RM'000	Reverse acquisition reserve RM'000	Reserve - SIS RM'000	Retained profits RM'000	Equity attributable to owners of the Company RM'000	Non-controlling interest RM'000	Total equity RM'000
At 1 January 2016	114,384	19,162	23,379	(72,051)	5,218	33,699	123,791	7	123,798
Net (loss)/profit/Total comprehensive (loss)/income for the year	-	-	-	-	-	(1,914)	(1,914)	14	(1,900)
At 31 March 2016	114,384	19,162	23,379	(72,051)	5,218	31,785	121,877	21	121,898
At 1 January 2017	114,384	19,162	23,379	(72,051)	2,576	36,805	124,255	54	124,309
Issuance of share in respect of private placement	3,003	-	-	-	-	-	3,003	-	3,003
Net profit / Total comprehensive income for the period	-	-	-	-	-	2,432	2,432	20	2,452
At 31 March 2017	117,387	19,162	23,379	(72,051)	2,576	39,237	129,690	74	129,764

The unaudited Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

QUARTERLY REPORT ON CONSOLIDATED RESULTS FOR THE FIRST QUARTER ENDED 31 MARCH 2017

UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOW

	Cumulative Current Year 31-Mar-17 RM'000	Preceding Year Corresponding Period 31-Mar-16 RM'000
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(Loss) before taxation	2,452	(1,882)
Adjustments for:		
Gain on hedging commodity	(273)	-
Changes in fair value on derivative financial instrument	28	(218)
Depreciation of property, plant and equipment	961	863
Dividend income	(23)	-
Fair value (gain)/loss on securities held for trading investments	(187)	531
Gain on foreign exchange - unrealised	(843)	(1,287)
Government grant income	(35)	(29)
Realised loss on foreign exchange - cash and cash equivalent	16	-
Interest income	(30)	(42)
Interest expense	149	187
Operating cash flows before working capital changes	2,215	(1,877)
Changes in working capital:		
Increase in inventories	(7,849)	(343)
Decrease in trade and other receivables	2,504	5,702
Decrease in trade and other payables	(2,298)	(2,953)
Decrease/(Increase) in investment held for trading	2,533	(315)
Increase in property development cost	(76)	-
Cash generated from/(used in) operations	(2,971)	214
Income tax paid	(31)	(165)
Income tax refunded	1,500	-
Net cash generated (used in)/from operating activities	(1,502)	49
CASH FLOWS FROM INVESTING ACTIVITIES		
Increase in fixed deposit pledged	(10)	(511)
Interest received	30	42
Dividend received	23	-
Proceeds from disposal of quoted investment	-	3,093
Purchase of property, plant and equipment	(814)	(1,269)
Purchase of other investment	(1,916)	(3,660)
Net cash used in investing activities	(2,687)	(2,305)
CASH FLOWS FROM FINANCING ACTIVITIES		
Interest paid	(149)	(187)
Proceeds from placement of shares	3,003	-
Repayment of hire purchase	(57)	(189)
Repayment of term loan	(257)	(157)
Net cash from/(used in) financing activities	2,540	(533)
Net decrease in cash and cash equivalents	(1,649)	(2,789)
Effect of exchange rate changes	(16)	836
Cash and cash equivalents at 1 January	1,737	7,397
Cash and cash equivalents at 31 March	72	5,444
Cash and cash equivalents at end of financial period comprised:		
Cash & bank balances	5,911	5,444
Fixed deposits with licensed banks	2,145	1,754
Bank overdraft	(6,692)	-
	1,364	7,198
Less: Fixed deposits pledged	(1,292)	(1,754)
	72	5,444

The unaudited Condensed Consolidated Statements of Cash Flow should be read in conjunction with the audited financial statements for the financial year ended 31 December 2016 and the accompanying explanatory notes attached to this interim financial statements.

JAG BERHAD ("JAG" OR "COMPANY")
(Company No: 439230 - A)

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

Part A - Explanatory notes pursuant to Malaysian Financial Reporting Standard 134 ("MFRS 134") Interim Financial Reporting

A1. BASIS OF PREPARATION

The interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS134: Interim Financial Reporting and Rule 9.22 and Appendix 9B of the ACE Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") ("ACE LR").

A2. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation applied in the unaudited condensed interim financial statements are consistent with those adopted as disclosed in the Group's annual audited financial statements for the financial year ended 31 December 2016.

The Group has adopted the new and revised Malaysian Financial Reporting Standards ("MFRSs"), amendments to published standards and IC Interpretations that became mandatory for the current reporting period. The adoption of these new and revised MFRSs, amendments to published standards and IC Interpretations does not result in significant changes in the accounting policies of the Group.

A3. AUDITORS REPORT ON PRECEDING ANNUAL FINANCIAL STATEMENTS

There was no audit qualification on the annual financial statements of JAG for the financial year ended 31 December 2016.

A4. SEASONAL AND CYCLICAL FACTORS

The Group's business operations were mainly attributable (i.e., contributing approximately 83.52% of its total revenue) from its manufacturing and trading segments involving recycling and recovery activities and are affected by the cyclical nature of the semiconductor companies. The semiconductor industry is cyclical and dependent on its end user industries, in particular the electrical & electronic industries. The demand for semiconductors typically mirrors the trend in the demand for personal computers, mobile phones and other electronic equipment.

As the availability of electrical and electronic waste ("E-waste") for recycling and manufacturing services is dependent on the volume of E-waste discharged by semiconductor manufacturers, the E-waste recycling industry is dependent on the trends in the semiconductor industry.

A5. UNUSUAL ITEMS AFFECTING ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASH FLOWS

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

A6. MATERIAL CHANGES IN ESTIMATES

There were no material changes in estimates that have had effect on the financial quarter and period under review.

JAG BERHAD ("JAG" OR "COMPANY")
(Company No: 439230 - A)

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

A7. ISSUANCES, CANCELLATIONS, REPURCHASES, RESALE AND REPAYMENTS OF DEBT AND EQUITY SECURITIES

During the financial period ended 31 March 2017, the 1st tranche involving the placement of 28,600,000 new ordinary shares in JAG ("Placement Shares") were issued at RM0.105 each pursuant to the Private Placement (as defined in Note B6). The said Placement Shares were listed on 29 March 2017 and raised total gross proceeds of RM3,003,000.

A8. DIVIDEND

There was no dividend being declared, recommended or paid during the financial quarter and period under review.

A9. SEGMENT INFORMATION

The Group's segmental information is as follows:

	Current Quarter		Year to date	
	31 Mar 2017 RM'000	31 Mar 2016 RM'000	31 Mar 2017 RM'000	31 Mar 2016 RM'000
Revenue By Business Segments				
Manufacturing activities	21,502	15,812	21,502	15,812
Trading activities	1,842	1,229	1,842	1,229
Proprietary solutions and software maintenance	170	162	170	162
Investment holding	3,809	3,102	3,809	3,102
Services	627	508	627	508
Property development	-	-	-	-
	<u>27,950</u>	<u>20,813</u>	<u>27,950</u>	<u>20,813</u>
Elimination of inter-segment sales	-	-	-	-
	<u>27,950</u>	<u>20,813</u>	<u>27,950</u>	<u>20,813</u>
Segment results				
Manufacturing activities	1,612	(1,877)	1,612	(1,877)
Trading activities	498	876	498	876
Investment holding	559	(363)	559	(363)
Proprietary solutions and software maintenance	(124)	(462)	(124)	(462)
Services	96	89	96	89
Property development	(70)	-	(70)	-
Profit/(loss) from operations	<u>2,571</u>	<u>(1,737)</u>	<u>2,571</u>	<u>(1,737)</u>
Interest income	30	42	30	42
Finance cost	(149)	(187)	(149)	(187)
Profit before taxation	<u>2,452</u>	<u>(1,882)</u>	<u>2,452</u>	<u>(1,882)</u>
Taxation	-	(18)	-	(18)
Profit after taxation	<u>2,452</u>	<u>(1,900)</u>	<u>2,452</u>	<u>(1,900)</u>
Revenue By Geographical Segment				
Malaysia	10,661	8,623	10,661	8,623
Foreign countries	17,289	12,190	17,289	12,190
	<u>27,950</u>	<u>20,813</u>	<u>27,950</u>	<u>20,813</u>

JAG BERHAD ("JAG" OR "COMPANY")
(Company No: 439230 - A)

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

A10. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

There was no valuation or revaluation of property, plant and equipment during the financial quarter and period under review and the valuation of property, plant and equipment have been brought forward without amendment from the previous annual financial statements.

A11. MATERIAL EVENTS SUBSEQUENT TO THE CURRENT FINANCIAL QUARTER

There were no material events subsequent to the current financial quarter ended 31 March 2017 up to the date of this report.

A12. CHANGES IN THE COMPOSITION OF THE GROUP

There were no other changes and/or intended changes in the composition of the Group during the current financial quarter and period under review.

A13. CHANGES IN CONTINGENT LIABILITIES OR CONTINGENT ASSETS

There were no changes in the contingent liabilities and contingent assets during the financial quarter and period under review.

A14. CAPITAL COMMITMENTS

Save as disclosed below, as at 31 March 2017, the Board is not aware of any material commitment incurred or known to be incurred by the Company or the Group, which may have material impact on the financial position of the Group:

Professional fees to the external consultants (i.e., architect, engineers, quantity surveyors, land surveyors, sales and marketing agents, solicitors and contractors) in relation to the Development Project (as defined in Note B3)

Group level
(RM'000)
5,858

A15. SIGNIFICANT RELATED PARTY TRANSACTIONS

There were no significant related party transactions during the financial quarter and period under review.

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

Part B - Explanatory Notes Pursuant to Appendix 9B of the Listing Requirements of Bursa Securities for the ACE Market

B1. REVIEW OF PERFORMANCE

The Group recorded revenue of approximately RM27.95 million for the current financial quarter and period ended 31 March 2017. Export sales accounted for about RM17.29 million or 61.86% of total revenue for the current financial quarter and period ended 31 March 2017.

The Group recorded higher revenue for the current financial quarter and period compared to previous corresponding financial quarter and period due to higher sales of copper, tin, gold, iron and silver as a result of higher average commodity prices of these metals.

Other income for the current financial quarter and period mainly consisted of unrealised gain on foreign exchange, gain on hedging of commodity and fair value gain on securities held for trading investments.

The Group reported a profit after tax of RM2.45 million for the current financial quarter and period. The Group's improved performance was mainly attributable to higher average commodity prices for copper, tin, gold, iron and silver compared to the previous corresponding financial quarter and period. The investment holding segment also contributed to the improved performance mainly arising from its gain on disposal of quoted investment during the financial quarter and period of RM0.56 million compared to loss of RM0.36 million for the previous corresponding financial quarter and period.

Other operating expenses mainly consisted of manufacturing overhead expenses, realised loss on foreign exchange, professional fees, entertainment and travelling expenses. The increase in other operating expenses for the current financial quarter and period compared to the previous corresponding financial quarter and period was mainly due to higher procurement fees, higher rental expenses, higher realised loss on foreign exchange and higher professional fees incurred during the current financial quarter and period.

B2. COMPARISON OF CURRENT FINANCIAL QUARTER RESULTS WITH THE PRECEDING QUARTER

The Group recorded revenue of approximately RM27.95 million and RM23.91 million for the current financial quarter ended 31 March 2017 and preceding financial quarter ended 31 December 2016, respectively. The increase in revenue mainly due to higher sales of copper, gold and tin as a result of higher average commodity prices of these metals in current financial quarter compared to the preceding quarter.

The increase of other income was mainly due to gain on hedging of commodity and fair value gain on securities held for trading investments during the current financial quarter compared to preceding quarter.

The Group incurred lower other operating expenses in the current quarter mainly due to the absence of allowance made for doubtful debts in the current quarter compared to the preceding quarter.

The Group recorded profit after tax for the current financial quarter mainly due to higher average commodity prices for copper, gold and tin in the current quarter as well as gain on disposal of quoted investment in the investment holding segment.

**JAG BERHAD (“JAG” OR “COMPANY”)
(Company No: 439230 - A)**

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

B3. PROSPECTS FOR CURRENT FINANCIAL YEAR

Fluctuations in exchange rates and commodity prices will continue to have an impact on the Group’s financial performance and position. Nevertheless, the Board of Directors of JAG (“Board”) believes that the Group’s prospects will remain positive.

In view of the above and as part of the Group’s strategy to diversify its sources of revenue and earnings, TA Securities Holdings Berhad (“TA Securities”) had on 3 January 2017 announced on behalf of the Board that the Company proposes to undertake a proposed diversification of the existing business of JAG and its subsidiaries to include property development and property investment (“Diversification”). The Diversification was approved by the shareholders of JAG at an extraordinary general meeting held on 3 March 2017. The Diversification is consequential to the proposed mixed development on JAG’s wholly-owned subsidiary JAG Land Sdn Bhd’s parcel of freehold land held under H.S. (D) 137367, PT 133653, Mukim Klang, District of Klang, State of Selangor measuring approximately 13,489.5 square meters in an area bearing postal address Lot No. 10428, Jalan Sg Jati/KS7, Kg Jawa, 41000 Klang, Selangor Darul Ehsan which comprise the development of shop-offices, office suites and residential apartments (“Development Project”). The proposed Development Project is expected to contribute gross development profit of between RM20 million to RM35 million to be achieved progressively over the development period of the proposed Development Project from the sales of the shop-offices, office suites and residential apartments. The Group expects to launch the Development Project in the 3rd quarter of the current financial year.

Barring any unforeseen circumstances, the Board is of the opinion that the prospects for the financial year ending 31 December 2017 will be favorable.

B4. VARIANCE OF FORECAST PROFIT AND PROFIT GUARANTEE

The Group has not provided any profit forecast or profit guarantee and thus this is not applicable to the Group.

B5. TAXATION

	Current Quarter		Year to date	
	Ended			
	31 Mar	31 Mar	31 Mar	31 Mar
	2017	2016	2017	2016
	RM’000	RM’000	RM’000	RM’000
Current income tax	-	(18)	-	(18)
Deferred tax	-	-	-	-
	<u>-</u>	<u>(18)</u>	<u>-</u>	<u>(18)</u>

The effective tax rate of the Group for current quarter and period ended 31 March 2017 are lower than the statutory tax rate of 24% due to business losses allowance carried forward and availability of reinvestment allowance which arose from the capital expenditure of a subsidiary in the current financial quarter under review and previous financial year.

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Notes on the quarterly report for the first quarter ended 31 March 2017

B6. STATUS OF CORPORATE PROPOSALS

On 4 March 2016, TA Securities had on behalf of the Board announced that the Company proposes to undertake a proposed private placement of new ordinary shares in JAG, representing not more than ten percent (10%) of the total number of issued shares of JAG (excluding treasury shares, if any) ("Private Placement"). The listing application for the Private Placement was submitted to Bursa Securities on 16 March 2016.

The Company had on 22 March 2016 obtained Bursa Securities' approval for the listing and quotation of up to 153,844,000 Placement Shares to be issued pursuant to the Private Placement. The approval granted by Bursa Securities for the Private Placement, is subjected to the following conditions:

- i. JAG and TA Securities must fully comply with the relevant provisions under the ACE LR pertaining to the implementation of the Private Placement;
- ii. JAG and TA Securities to inform Bursa Securities upon the completion of the Private Placement;
- iii. JAG to furnish Bursa Securities with a written confirmation of its compliance with the terms and conditions of Bursa Securities' approval once the Private Placement is completed; and
- iv. TA Securities to furnish Bursa Securities with details of the places as per Rule 6.16 of the ACE LR for Bursa Securities' review, prior to the issuance/allotment of the Placement Shares.

JAG is required to ensure full compliance of all the requirements pertaining to the Private Placement as provided under the ACE LR at all times. On 2 September 2016, TA Securities had on behalf of the Board announced the revision of utilisation of proceeds from the Private Placement.

On 6 September 2016, the Company submitted an application to Bursa Securities for an extension of time of approximately six (6) months (i.e., from 22 September 2016 until 21 March 2017) to complete the implementation of the Private Placement ("Extension of Time"). On 13 September 2016, TA Securities on behalf of the Board announced that Bursa Securities had, vide its letter dated 9 September 2016 granted the Company the Extension of Time.

On 7 March 2017, the Company submitted an application to Bursa Securities for a further extension of time of 6 months (i.e., from 22 March 2017 until 21 September 2017) ("Further Extension of Time") for JAG to complete the implementation of the Private Placement. On 7 March 2017, TA Securities on behalf of the Board announced that Bursa Securities had, vide its letter dated 7 March 2017 granted the Company the Further Extension of Time.

On 29 March 2017, the Company completed the issuance of the 1st tranche of 28,600,000 Placement Shares at RM0.105 each and raised gross proceeds of RM3,003,000.

On 3 May 2017, the Company completed the issuance of the 2nd tranche of 28,600,000 Placement Shares at RM0.115 each and raised gross proceeds of RM3,289,000.

On 12 May 2017, the Company completed the issuance of the 3rd tranche of 28,600,000 Placement Shares at RM0.125 each and raised gross proceeds of RM3,575,000.

On 7 February 2017, the Company announced that it proposes to seek shareholders' approval for the Company to undertake the Proposed Share Buy-Back. The extraordinary general meeting for the shareholders of JAG to approve the Proposed Share Buy-Back will be held on 14 June 2017.

JAG BERHAD (“JAG” OR “COMPANY”)
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Notes on the quarterly report for the first quarter ended 31 March 2017

B7. STATUS OF UTILISATION OF PROCEEDS RAISED FROM PRIVATE PLACEMENT

The proposed and actual utilisation of the total gross proceeds of RM9,867,000 raised from the Private Placement (as detailed in Note B6 of this announcement) are as follows:

	Proposed utilisation RM'000	Actual utilisation as at 11 May 2017 RM'000	Intended timeframe for utilisation	Remaining balance RM'000	Explanation
Repayment of bank borrowings	9,500	2,987	12 months	6,513	-
Working capital	314	-	12 months	314	-
Estimated expenses in relation to the Private Placement	53	34	Within 2 weeks	19	-
Total	9,867	3,021		6,846	

B8. GROUP BORROWINGS

The Group's borrowings as at 31 March 2017 are as follows:-

	Short term (Secured) RM'000	Long Term (Secured) RM'000	Total RM'000
Term loan	960	9,889	10,849
Overdraft	6,692	-	6,692
Hire purchase liabilities	227	21	248
Total	7,879	9,910	17,789

B9. MATERIAL LITIGATION

There was no pending material litigation as at the date of this announcement.

B10. DIVIDEND

There was no dividend declared, recommended or paid during the current financial quarter under review.

JAG BERHAD ("JAG" OR "COMPANY")
(Company No: 439230 - A)

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

B11. REALISED AND UNREALISED PROFITS DISCLOSURE

The accumulated profits of the Group may be analysed as follows:

	As at 31 Mar 2017 RM'000	As at 31 Mar 2016 RM'000
Total accumulated profits of the Group		
- Realised	38,851	30,498
- Unrealised	386	1,287
Total before consolidation adjustments	39,237	31,785
Less: Consolidation adjustments	-	-
Total accumulated profits as per statement of financial position	39,237	31,785

B12. NOTES TO THE STATEMENT OF COMPREHENSIVE INCOME

	Current Quarter Ended		Year to date	
	31 Mar 2017 RM'000	31 Mar 2016 RM'000	31 Mar 2017 RM'000	31 Mar 2016 RM'000
Changes in fair value on derivative financial instrument	28	(218)	28	(218)
Depreciation of property, plant and equipment	961	863	961	863
Dividend income	(23)	-	(23)	-
Gain on hedging commodity	(273)	-	(273)	-
Gain on foreign exchange – unrealised	(843)	(1,287)	(843)	(1,287)
Fair value (gain)/loss on securities held for trading investments	(187)	531	(187)	531
Government grant income	(35)	(29)	(35)	(29)
Interest income	(30)	(42)	(30)	(42)
Interest expenses	149	187	149	187

Other than as disclosed above, the Group does not have other material items (such as provision for and write-off of inventories, impairment of assets and exception items) that are recognised as profit/(loss) in the Statement of Comprehensive Income.

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

B13. EARNINGS / (LOSS) PER SHARE

(i) Basic earnings / (loss) per share

The basic earnings / (loss) per share was calculated by dividing the net profit / (loss) for the current financial quarter and the current financial year to date by the weighted average number of ordinary shares in issue:

	Current Quarter Ended		Year to date	
	31 Mar 2017 RM	31 Mar 2016 RM	31 Mar 2017 RM	31 Mar 2016 RM
Net profit / (loss) attributable to owners of the Company (RM'000)	2,432	(1,914)	2,432	(1,914)
Weighted average number of ordinary shares in issue ('000)	1,144,797	1,143,845	1,144,797	1,143,845
Basic earnings / (loss) per share (sen)	0.21	(0.17)	0.21	(0.17)

(ii) Diluted earnings / (loss) per share

The diluted earnings / (loss) per share was calculated by dividing the net profit / (loss) for the current financial quarter and year to date by the weighted average number of ordinary shares based on the assumption that the warrants issued and SIS Options granted are fully exercised and converted into ordinary shares.

	Current Quarter Ended		Year to date	
	31 Mar 2017 RM	31 Mar 2016 RM	31 Mar 2017 RM	31 Mar 2016 RM
Net profit / (loss) attributable to owners of the Company (RM'000)	2,432	(1,914)	2,432	(1,914)
Weighted average number of ordinary shares in issue ('000)	1,490,287	1,361,349	1,490,287	1,361,349
Diluted earnings / (loss) per share (sen)	0.16	N/A*	0.16	N/A*

Note:

* The fully diluted loss per share is not disclosed as the effects on the assumed exercised of the warrants and SIS Options is anti-dilutive.

JAG BERHAD ("JAG" OR "COMPANY")
(Company No: 439230 - A)

QUARTERLY REPORT

Notes on the quarterly report for the first quarter ended 31 March 2017

B14. AUTHORISED FOR ISSUE

The interim financial statements were authorised for issue by the Board in accordance with a resolution of the directors dated 16 May 2017.

BY ORDER OF THE BOARD,

CHENG CHIA PING
(MAICSA 1032514 PRACTITIONER)
COMPANY SECRETARY

16 May 2017