

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018 - unaudited
CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		12 months ended	
	30/06/2018	30/06/2017	30/06/2018	30/06/2017
	RM'000	RM'000	RM'000	RM'000
Revenue	181,673	235,773	841,689	980,829
Cost of sales	(159,822)	(184,136)	(717,176)	(716,038)
Gross profit	21,851	51,637	124,513	264,791
Other income	3,147	1,176	13,633	10,671
Selling and distribution costs	(7,103)	(12,663)	(36,077)	(53,774)
Administrative expenses	(11,933)	(6,523)	(38,494)	(45,402)
Operating profit	5,962	33,627	63,575	176,286
Other expenses	(30,100)	(66,084)	(30,100)	(69,410)
Finance costs	(11,766)	(11,413)	(53,552)	(56,837)
(Loss)/profit before taxation	(35,904)	(43,870)	(20,077)	50,039
Income tax expense	3,200	(8,663)	(5,475)	(35,480)
(Loss)/profit net of tax	(32,704)	(52,533)	(25,552)	14,559
Other comprehensive income:				
Foreign currency translation	-	8	5	8
Net changes on available-for-sale financial assets				
- Reversal/(loss) on fair value changes	25,900	(6,300)	6,300	(7,000)
Other comprehensive income, net of tax	25,900	(6,292)	6,305	(6,992)
Total comprehensive income for the year	(6,804)	(58,825)	(19,247)	7,567
(Loss)/profit attributable to:				
Owner of the parent	(32,698)	(53,178)	(26,798)	12,123
Non-controlling interests	(6)	645	1,246	2,436
	(32,704)	(52,533)	(25,552)	14,559
Total comprehensive income attributable to:				
Owner of the parent	(6,798)	(59,470)	(20,493)	5,131
Non-controlling interests	(6)	645	1,246	2,436
	(6,804)	(58,825)	(19,247)	7,567
Basic earnings per share attributable to owners of the parent (Sen)	(3.38)	(5.49)	(2.77)	1.25

The unaudited condensed consolidated income statements should be read in conjunction with the audited financial statements for the year ended 30 June 2017 and the accompanying explanatory notes attached to this quarterly report.

FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018 - unaudited

CONDENSED STATEMENTS OF FINANCIAL POSITION

	UNAUDITED	AUDITED
	AS AT	AS AT
	30/06/2018	30/06/2017
	RM'000	RM'000
ASSETS		
Non-current Assets		
Property, plant and equipment	1,089,487	1,171,915
Biological assets	1,676,970	1,639,812
Land use rights	35	40
Other intangible assets	1,117	610
Investment securities	44,900	68,700
Deferred tax assets	34,351	22,492
	<u>2,846,860</u>	<u>2,903,569</u>
Current Assets		
Inventories	106,833	139,649
Trade and other receivables	50,359	59,584
Other current assets	5,650	14,663
Income tax receivable	25,026	-
Derivative assets	-	252
Cash and bank balances	19,953	65,234
	<u>207,821</u>	<u>279,382</u>
TOTAL ASSETS	<u><u>3,054,681</u></u>	<u><u>3,182,951</u></u>
EQUITY AND LIABILITIES		
Current Liabilities		
Interest bearing loans and borrowings	385,985	487,479
Trade and other payables	138,472	136,195
Income tax payable	12,155	4,968
Derivative liabilities	-	304
	<u>536,612</u>	<u>628,946</u>
EQUITY AND LIABILITIES		
Non-current Liabilities		
Interest bearing loans and borrowings	580,042	589,358
Deferred tax liabilities	157,001	146,534
	<u>737,043</u>	<u>735,892</u>
Total Liabilities	<u>1,273,655</u>	<u>1,364,838</u>
Net assets	<u>1,781,026</u>	<u>1,818,113</u>
Equity Attributable to owners of the parent		
Share capital	977,402	977,402
Treasury shares	(13,687)	(13,687)
Reserves	817,755	843,088
	<u>1,781,470</u>	<u>1,806,803</u>
Non-controlling interests	(444)	11,310
Total Equity	<u>1,781,026</u>	<u>1,818,113</u>
TOTAL EQUITY AND LIABILITIES	<u><u>3,054,681</u></u>	<u><u>3,182,951</u></u>
Net assets per share attributable to equity holders (RM)	1.84	1.87
Number of ordinary shares net of treasury shares	967,991	967,991

The unaudited condensed consolidated balance sheets should be read in conjunction with the audited financial statements for the year ended 30 June 2017 and the accompanying explanatory notes attached.

FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018 - unaudited

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Attributable to Equity Holders of the Parent						Non-controlling interest RM'000	Equity, Total RM'000
	Non-Distributable			Distributable				
	Share capital RM'000	Treasury shares RM'000	Foreign currency translation reserves RM'000	Other reserves RM'000	Retained profits RM'000	Total RM'000		
As at 01 July 2017	977,402	(13,687)	(6,441)	(6,300)	855,829	1,806,803	11,310	1,818,113
(Loss)/profit for the year	-	-	-	-	(26,798)	(26,798)	1,246	(25,552)
Other comprehensive income	-	-	5	6,300	-	6,305	-	6,305
Total comprehensive income	-	-	5	6,300	(26,798)	(20,493)	1,246	(19,247)
Dividends on ordinary shares	-	-	-	-	(4,840)	(4,840)	(13,000)	(17,840)
Total Transactions with owners	-	-	-	-	(4,840)	(4,840)	(13,000)	(17,840)
As at 30 June 2018	<u>977,402</u>	<u>(13,687)</u>	<u>(6,436)</u>	<u>-</u>	<u>824,191</u>	<u>1,781,470</u>	<u>(444)</u>	<u>1,781,026</u>
As at 01 July 2016	973,718	(13,684)	(6,449)	4,384	856,290	1,814,259	8,874	1,823,133
Profit for the year	-	-	-	-	12,123	12,123	2,436	14,559
Other comprehensive income	-	-	8	(7,000)	-	(6,992)	-	(6,992)
Total comprehensive income	-	-	8	(7,000)	12,123	5,131	2,436	7,567
Dividends on ordinary shares	-	-	-	-	(12,584)	(12,584)	-	(12,584)
Purchase of treasury shares	-	(3)	-	-	-	(3)	-	(3)
Total Transactions with owners	-	(3)	-	-	(12,584)	(12,587)	-	(12,587)
Transfer of capital redemption reserve	3,684	-	-	(3,684)	-	-	-	-
As at 30 June 2017	<u>977,402</u>	<u>(13,687)</u>	<u>(6,441)</u>	<u>(6,300)</u>	<u>855,829</u>	<u>1,806,803</u>	<u>11,310</u>	<u>1,818,113</u>

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2017 and the accompanying explanatory notes attached to this quarterly report.

FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018 - unaudited

CONDENSED STATEMENTS OF CASH FLOWS

	Current 12 months ended 30/06/2018 RM'000	Corresponding 12 months ended 30/06/2017 RM'000
Cash Flows from Operating Activities		
(Loss)/profit before taxation	(20,077)	50,039
Adjustments for:		
Bad debts written off	-	2,558
Depreciation and amortisation	119,150	107,739
Fair value loss on derivative	-	2,757
Impairment on goodwill	-	62,337
Impairment on investment	30,100	-
Impairment on property, plant and equipment	-	3,748
Interest expenses	50,867	54,565
Interest income	(216)	(202)
Net loss on disposal of property, plant and equipment	443	2,529
Net unrealised foreign exchange loss	134	397
Property, plant and equipment written off	-	1,569
Reversal of fair value loss on derivatives	(52)	-
Reversal of impairment on trade and other receivables	-	(186)
Reversal of unrealised gain on inventories	-	1,551
Operating cash flows before working capital changes	180,349	289,401
Net change in current assets	41,941	4,226
Net change in current liabilities	2,286	(48,439)
Cash flows from operations	224,576	245,188
Interest received	216	202
Interest paid	(53,863)	(58,915)
Income taxes paid, net of refund	(15,287)	(24,726)
Net cash flows from operating activities	155,642	161,749
Cash Flows from Investing Activities		
Acquisition of property, plant and equipment	(46,836)	(104,379)
Acquisition of biological assets	(31,556)	(39,667)
Purchase of other intangible assets	(644)	(48)
Proceeds from disposal of property, plant and equipment	13,467	15,396
Proceeds from disposal of biological assets	33	1,825
Net cash flows used in investing activities	(65,536)	(126,873)
Cash Flows from Financing Activities		
Dividend paid	(17,840)	(12,584)
Purchase of treasury shares	-	(3)
Net repayment of revolving credit and bankers' acceptances	(81,861)	(6,083)
Repayments of hire purchase creditors	(23,852)	(29,139)
Repayments of term loans	(67,693)	(43,568)
Proceeds from term loans	93,400	60,900
Net cash flows used in financing activities	(97,846)	(30,477)
Net change in cash and cash equivalent	(7,740)	4,399
Effects of exchange rate changes	(159)	959
Cash and cash equivalents at the beginning of the year	(73,792)	(79,150)
Cash and cash equivalents at the end of the year	(81,691)	(73,792)
Cash and bank balances	19,953	65,234
Bank overdrafts	(101,644)	(139,026)
	(81,691)	(73,792)

The unaudited condensed consolidated cash flow statement should be read in conjunction with the audited financial statements for the year ended 30 June 2017 and the accompanying explanatory notes attached to this quarterly report.

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

1 Basis of Preparation

The quarterly report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard (“FRS”) 134: Interim Financial Reporting issued by Malaysian Accounting Standards Board (“MASB”) and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The quarterly report should be read in conjunction with the Group’s audited financial statements for the financial year ended 30 June 2017. These explanatory notes attached to the quarterly report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2017.

The significant accounting policies adopted in the quarterly report are consistent with those adopted in the Group’s audited financial statements for the financial year ended 30 June 2017. At the date of authorization of these interim financial statements, the Group has not adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board (“MASB”). The Group intend to adopt these amendments/standards, if applicable, when they become effective.

Description	Effective for annual periods beginning on or after
MFRS 141: Agriculture	1 January 2018
MFRS 141: Agriculture: Bearer Plants (amendments to MFRS 116 and MFRS 141)	1 January 2018
MFRS 9 : Financial Instruments	1 January 2018
MFRS 15: Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 10 and MFRS 128: Sale or Contribution Assets between an Investor and Its Associate or Joint Venture	Deferred

2 Auditors’ Report on Preceding Annual Financial Statements

The auditors’ report on the financial statements for the year ended 30 June 2017 was not qualified.

3 Seasonal and Cyclical Factors

Production of fresh fruit bunches (“FFB”) is cyclical in nature. The peak crops season of FFB normally is in the second half of the year but depends on weather conditions.

4 Unusual Items

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date.

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

5 *Changes in Estimates*

There were no changes in estimates of amounts reported in prior quarters which have a material impact on the current quarterly report.

6 *Debt and Equity Securities*

There were no issuances or repayments of debt and equity securities during the financial year. The number of shares retained as treasury shares amounted to 5,727,000 as at 30 June 2018.

7 *Dividends Paid*

A final single-tier dividend of 0.5 sen per ordinary share for the financial year ended 30 June 2017 amounting to RM4,839,956 was paid on 19 December 2017.

8 *Carrying Amount of Revalued Assets*

The Group did not carry out any valuations on its property, plant and equipment during the current quarter and financial year-to-date. The carrying value of property, plant and equipment is based on the valuation incorporated in the annual financial statements for the year ended 30 June 2017.

9 *Subsequent Events*

No material events have arisen during the interval between the end of the current quarter and the date of this announcement that have not been reflected in the current quarterly report.

10 *Changes in Composition of the Group*

There were no changes in the composition of the Group during the current quarter, which were previously not announced.

11 *Contingent Liabilities and Contingent Assets*

There are no significant changes in contingent liabilities or assets as at the end of the current quarter.

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

12 Segmental Information

The financial information in respect of the Group's business segments for the current financial year ended 30 June 2018 is as follows:

	Oil Palm	Timber	Others	Elimination	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
REVENUE					
External	553,467	287,992	230		841,689
Inter segment	398,192	334,313	6,831	(739,336)	-
Total Revenue	951,659	622,305	7,061	(739,336)	841,689
EBITDA	150,397	50,631	1,059	-	202,087
Finance cost	(37,466)	(16,080)	(6)	-	(53,552)
Depreciation and amortisation	(73,426)	(44,041)	(1,683)	-	(119,150)
Segmental result	39,505	(9,490)	(630)	-	29,385
Group admin and overhead cost					(19,362)
Other expenses*					(30,100)
Profit before tax					(20,077)
Segment assets	2,488,812	499,552	66,317	-	3,054,681
Segment liabilities	947,068	325,265	1,322	-	1,273,655

* Details explanation refer Note 24

13 Property, Plant and Equipment

Acquisition and disposal of items of property, plant and equipment by the Group for the current financial year ended 30 June 2018 is as follows:

	Acquisition	Disposal
	RM'000	RM'000
Factory, building and quarter	17,479	(1,376)
Road and bridge	10,634	-
Furniture, fitting and equipment	3,754	(1,501)
Motor vehicle	19,173	(50,362)
Plant and machinery	4,105	(4,086)
Total	55,145	(57,325)

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

14 Capital Commitments

The amount of commitments for the purchase of property, plant and equipment not provided for in the quarterly report is as follows:

	As at 30 June 2018 RM'000	As at 30 June 2017 RM'000
Approved and contracted for	11,245	13,092

15 Fair value of Financial Instruments

The Group uses the following levels of fair value hierarchy in measuring the fair value of financial instruments.

- Level 1 - Quoted prices in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 - Inputs for the assets or liability that are not based on observable market data (unobservable inputs).

As at 30 June 2018, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	Level 1 RM'000	Level 2 RM'000	Level 3 RM'000	Total RM'000
Financial assets				
Equity investments quoted in Malaysia	39,900	-	-	39,900

The methods and valuation techniques used for the purpose of measuring fair value are consistent with the previous financial year ended 30 June 2017. There have been no transfers between the levels during the year.

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

16 Significant Related Party Transactions

The Group entered into the following significant related parties transactions with companies connected to certain Directors of the Companies and its subsidiaries for the current financial year ended 30 June 2018.

	Period-to-date	
	30.06.2018 RM'000	30.06.2017 RM'000
i) Purchase of logs from Binamewah Sdn Bhd	3,947	17,335
ii) Purchase of raw materials from Petanak Enterprise Sdn Bhd	13,032	12,334
iii) Purchase of lubricant and spare parts from Rimbulan Hijau General Trading Sdn Bhd	5,490	5,618
iv) Provision of reforestation planning and advisory services by R H Development (Sarawak) Sdn Bhd	837	1,368
v) Provision of logpond services by Subur Group	151	569
vi) Land rental for oil palm plantation development by RH Group	6,260	6,368
vii) Sale of veneer to Subur Group	2,774	6,709
viii) Sale of FFB to R H Selangau Palm Oil Mill Sdn Bhd	2,248	6,509
ix) Sale of CPO to Borneo Edible Oil Sdn Bhd	314,810	-
x) Provision of logging contract services to Tapak Megah Sdn Bhd	1,512	7,964
xi) Provision of freight and towage services by Oriental Evermore Group	8,361	-

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

17 Performance Review for Current Quarter and Financial Year to Date

	Individual Period			Cumulative Period		
	Current Year Fourth 30.06.2018 RM'000	Preceding Year Corresponding Fourth Quarter 30.06.2017 RM'000	Changes	Current Year To-date 30.06.2018 RM'000	Preceding Year Corresponding Period 30.06.2017 RM'000	Changes
Revenue						
<i>Oil Palm</i>	123,438	139,016	-11%	553,467	551,416	0.4%
<i>Timber</i>	58,179	96,724	-40%	287,992	429,223	-33%
<i>Others</i>	56	33	70%	230	190	21%
	181,673	235,773	-23%	841,689	980,829	-14%
Operating Profit						
<i>Oil Palm</i>	3,672	23,940	-85%	76,970	141,249	-46%
<i>Timber</i>	8,392	17,303	-51%	6,590	58,105	-89%
<i>Others</i>	(6,102)	(7,616)	20%	(19,985)	(23,068)	13%
	5,962	33,627	-82%	63,575	176,286	-64%
(Loss)/Profit Before Tax						
<i>Oil Palm</i>	(4,303)	16,553	-126%	39,505	104,828	-62%
<i>Timber</i>	4,602	9,530	-52%	(9,490)	28,659	-133%
<i>Others</i>	(36,203)	(69,953)	48%	(50,092)	(83,448)	40%
	(35,904)	(43,870)	18%	(20,077)	50,039	-140%
(Loss)/Profit After Tax	(32,704)	(52,533)	38%	(25,552)	14,559	-276%

For the current quarter and year-to-date under review, overall Group's revenue was lower as compared to the corresponding period last year. Revenue from the oil palm division declined by 11% in the current quarter compared to the corresponding quarter mainly due to 17% and 14% decrease in CPO and PK selling price respectively despite a 9% rise in CPO sales volume.

As for timber division, decrease in revenue was mainly due to the reduction in log production volume. When compared to the corresponding period, the log production volume decreased by 41% and 60% for the current quarter and year-to-date respectively resulting in lower production and sales volume of plywood and veneer in the downstream manufacturing.

The Group registered a pre-tax loss in the current year after accounting for RM30 million impairment losses on quoted equity instrument due to the significant and prolonged decline in fair value below cost. Oil palm division pre-tax profit dropped 62% as compared to corresponding year-to-date mainly due to the lower profit margin as a result of lower CPO selling prices and higher FFB production cost arising from higher maintenance and operating expenditures.

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

18 Performance Review for Current Quarter with Immediate Preceding Quarter

	Individual Period		Changes
	Current Quarter 30.06.2018 RM'000	Immediate Preceding Quarter 31.03.2018 RM'000	
<u>Revenue</u>			
<i>Oil Palm</i>	123,438	101,505	22%
<i>Timber</i>	58,179	58,631	-1%
<i>Others</i>	56	59	-5%
	181,673	160,195	13%
<u>Operating Profit/(Loss)</u>			
<i>Oil Palm</i>	3,672	(20,934)	118%
<i>Timber</i>	8,392	(7,863)	207%
<i>Others</i>	(6,102)	(5,698)	-7%
	5,962	(34,495)	117%
<u>Loss Before Tax</u>			
<i>Oil Palm</i>	(4,303)	(30,491)	86%
<i>Timber</i>	4,602	(12,155)	138%
<i>Others</i>	(36,203)	(5,700)	-535%
	(35,904)	(48,346)	26%
Loss After Tax	(32,704)	(38,394)	-15%

When compared to the immediate preceding quarter, the Group recorded higher revenue from the oil palm division mainly due to the 30% increase in FFB production which boosted the CPO and PK sales volume by 47% and 35% respectively. The Group registered a loss in the current quarter mainly due to the lower revenue arising from the lower selling price and volume of logs apart from the impairment loss recognised on quoted equity instruments.

19 Group's Prospects

As more palms are reaching their prime production age, we anticipate growth in FFB output and production yield which will contribute positively to the Group's performance despite downward pressure on CPO prices. Better utilisation of the mills' capacity with higher OER is expected to lead to cost efficiency. Barring any unforeseen circumstances, the Board believes the performance for the next financial year will be satisfactory.

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

20 Profit for the Year

Included in the profit before tax are the following items:

	Current quarter		Year-to-date	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Amortisation	102	80	342	106
Bad debt written off	-	5	-	2,558
Depreciation	30,288	30,424	118,808	107,633
Fair value (gain)/loss on derivative assets	-	(1,522)	-	2,757
Interest expenses	11,278	10,991	50,867	54,565
Impairment on goodwill	-	62,337	-	62,337
Impairment on investment	30,100	-	30,100	-
Impairment on property, plant and equipment	-	3,748	-	3,748
Net (gain)/loss on disposal of property, plant and equipment	(1,660)	3,140	443	4,098
Net unrealised foreign exchange loss/(gain)	671	(1,374)	134	397
Interest income	(29)	(67)	(216)	(202)
Reversal of fair value loss on derivatives	-	-	(52)	-
Reversal of allowance for impairment of receivables	-	(613)	-	(186)
Reversal of unrealised gain on inventory	-	-	-	1,551
	<hr/>	<hr/>	<hr/>	<hr/>

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

21 Profit Forecast or Profit Guarantee

The disclosure requirements for explanatory notes on the variation of actual profit after tax and non-controlling interest, and shortfall in profit guarantee are not applicable.

22 Taxation

Tax charge for the current financial year comprise:-

	Current quarter		Year-to-date	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
	RM'000	RM'000	RM'000	RM'000
Current taxation	507	6,672	6,865	10,838
Deferred taxation	(3,706)	1,991	(1,389)	24,642
	<u>(3,200)</u>	<u>8,663</u>	<u>5,475</u>	<u>35,480</u>

The effective tax rate for the Group is higher than the statutory tax rate of 24%. This is mainly due to certain expenses not allowable for tax deduction and tax losses of certain subsidiaries where deferred tax assets have not been recognised.

23 Corporate Proposals

There were no corporate proposals announced or pending completion as at the date of this quarterly report.

24 Quoted Securities

The Group recognised an impairment loss amounting to RM30.1 million on investment in RSawit (5113) equity which was accounted for as an available-for-sale financial asset. The impairment loss was effected due to the significant or prolonged decline in fair value below cost as prescribed by the requirements of FRS 139.

25 Unquoted Securities

There was no purchase or disposal of unquoted securities during the current quarter and financial year-to-date.

26 Material litigation

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

JAYA TIASA HOLDINGS BHD (3751-V)
FOURTH QUARTERLY REPORT FOR THE FINANCIAL YEAR ENDED 30 JUNE 2018

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

27 Borrowings and Debt Securities

	As at 30 June 2018					
	Long term		Short term		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
Secured						
Finance lease	-	6,866	-	11,981	-	18,847
Unsecured						
Bank overdraft	-	-	-	101,644	-	101,644
Banker acceptance	-	-	-	13,685	-	13,685
Revolving credit	-	233,500	3,000	200,132	3,000	433,632
Term loans	-	339,676	-	58,543	-	398,219
	-	573,176	3,000	374,004	3,000	947,180
Total	-	580,042	3,000	385,985	3,000	966,027

	As at 30 June 2017					
	Long term		Short term		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
Secured						
Finance lease	-	13,289	-	22,832	-	36,121
Unsecured						
Bank overdraft	-	-	-	139,026	-	139,026
Banker acceptance	-	-	-	41,213	-	41,213
Revolving credit	-	271,500	5,000	244,965	5,000	516,465
Term loans	-	304,569	-	39,443	-	344,012
	-	576,069	5,000	464,647	5,000	1,040,716
Total	-	589,358	5,000	487,479	5,000	1,076,837

28 Dividend Payable

The Board of Directors has recommended a first and final single-tier dividend of 0.5 sen per ordinary share (2017: 0.5 sen) in respect of the financial year ended 30 June 2018 for the shareholders' approval at the forthcoming annual general meeting. The entitlement and payment date will be decided and announced in due course.

Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements

29 Earnings per share (EPS)

i) Basic EPS

Basic earnings per share is calculated by dividing the net profit of the year over the weighted average number of ordinary shares in issue during the year excluding treasury shares held by the Company.

	Current Quarter		Year-to-date	
	30.06.2018	30.06.2017	30.06.2018	30.06.2017
Net (loss)/profit attributable to the equity holders of the Company (RM'000)	(32,698)	(53,178)	(26,798)	12,123
Weighted average number of ordinary shares in issue ('000)	967,991	967,991	967,991	967,991
Basic EPS (sen)	(3.38)	(5.49)	(2.77)	1.25

ii) Diluted EPS

There are no dilutive potential ordinary shares. As such, the dilutive earnings per share of the Group is equivalent to basic earnings per share.

30 Authorization for issue

The Board of Directors in accordance with a resolution of the directors has authorized the quarterly report for issue on 29th of August 2018.