



JCY INTERNATIONAL BERHAD

(713422 X)

(Incorporated in Malaysia)

Interim Financial Statements

30 Jun 2017



JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 30 June 2017 (Unaudited)

	Individual Quarter		Cumulative	
	3 Months Ended		9 Months Ended	
	30 Jun 2017	30 Jun 2016	30 Jun 2017	30 Jun 2016
	Unaudited	Unaudited	Unaudited	Unaudited
	RM'000	RM'000	RM'000	RM'000
Revenue	390,200	343,841	1,209,867	1,329,289
Cost of sales	<u>(386,905)</u>	<u>(364,932)</u>	<u>(1,156,001)</u>	<u>(1,264,040)</u>
Gross profit	3,295	(21,091)	53,866	65,249
Other operating income	1,324	1,641	8,297	5,970
Foreign exchange gain / (loss)	(9,722)	17,184	18,971	(10,252)
General and administrative expenses	(7,538)	(21,362)	(23,368)	(43,538)
Derivative gain / (loss)	<u>-</u>	<u>(1,205)</u>	<u>(4,209)</u>	<u>(1,413)</u>
Profit / (loss) from operations	(12,641)	(24,833)	53,557	16,016
Finance costs	<u>(333)</u>	<u>(371)</u>	<u>(1,158)</u>	<u>(1,077)</u>
Profit / (loss) before taxation	(12,974)	(25,204)	52,399	14,939
Income tax expense	2,990	(3,396)	(4,900)	(8,572)
Net profit / (loss) for the period	<u>(9,984)</u>	<u>(28,600)</u>	<u>47,499</u>	<u>6,367</u>
Other comprehensive (loss) / income:				
- Foreign currency translation	(2,419)	(19,975)	5,837	(31,122)
Total comprehensive (loss) / income for the period	<u>(12,403)</u>	<u>(48,575)</u>	<u>53,336</u>	<u>(24,755)</u>
Net profit / (loss) attributable to:				
- Equity holders of the Company	(9,984)	(28,600)	47,499	6,367
Basic earning / (loss) per share (Sen)	(0.48)	(1.39)	2.31	0.31
Diluted earning / (loss) per share (Sen)	<u>(0.48)</u>	<u>(1.38)</u>	<u>2.30</u>	<u>0.31</u>
Total comprehensive income / (loss) attributable to:				
- Equity holders of the Company	(12,403)	(48,575)	53,336	(24,755)
Basic total comprehensive income / (loss) per share for the period (sen)	(0.60)	(2.36)	2.59	(1.20)
Diluted total comprehensive income / (loss) per share for the period (sen)	<u>(0.60)</u>	<u>(2.35)</u>	<u>2.58</u>	<u>(1.20)</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 30 June 2017 (Unaudited)

	As At 30 Jun 2017 Unaudited RM'000	As At 30 Sep 2016 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	517,866	556,536
Land use rights	27,828	28,280
Deferred tax assets	4,131	3,899
Restricted bank deposits	1,633	1,541
	<u>551,458</u>	<u>590,256</u>
Current assets		
Inventories	267,466	255,718
Trade and other receivables	363,768	319,422
Other current assets	9,372	9,235
Tax recoverable	-	94
Cash and bank balances	246,861	281,914
	<u>887,467</u>	<u>866,383</u>
TOTAL ASSETS	<u><u>1,438,925</u></u>	<u><u>1,456,639</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	536,732	519,030
Reserves	573,152	616,752
Total equity	<u>1,109,884</u>	<u>1,135,782</u>
Non-current liabilities		
Deferred tax liabilities	34,015	34,015
Long term employees benefits	5,002	4,267
	<u>39,017</u>	<u>38,282</u>
Current liabilities		
Trade and other payables	201,270	202,256
Short term borrowings	59,988	50,608
Tax payable	3,004	-
Dividends payable	25,762	25,752
Derivative liabilities	-	3,959
	<u>290,024</u>	<u>282,575</u>
Total liabilities	<u>329,041</u>	<u>320,857</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,438,925</u></u>	<u><u>1,456,639</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Period Ended 30 June 2017 (Unaudited)

	Non-distributable					Distributable		Total RM'000
	Share capital RM'000	Foreign currency translation reserve RM'000	Share premium RM'000	ESOS reserves RM'000	Treasury shares RM'000	Retained earnings RM'000	Total RM'000	
At 01 October 2016	519,030	61,549	17,112	1,133	(15,584)	552,542	1,135,782	
Total comprehensive income for the period	-	3,418		-	-	47,499	50,917	
Effects of Companies Act 2016*	17,112	-	(17,112)	-	-	-	-	
Transactions with owners:-								
Dividend	-	-	-	-	-	(77,266)	(77,266)	
Exercise of ESOS	590	-	-	(139)	-	-	451	
At 30 June 2017	536,732	64,967	-	994	(15,584)	522,775	1,109,884	
At 01 October 2015	515,669	87,403	9,686	3,719	(15,584)	699,812	1,300,705	
Total comprehensive income for the period	-	(29,590)		-	-	6,367	(23,223)	
Transactions with owners:-								
Dividend	-	-	-	-	-	(113,296)	(113,296)	
Exercise of ESOS	3,361	-	7,426	(2,586)	-	-	8,201	
At 30 June 2016	519,030	57,813	17,112	2,064	(15,584)	592,883	1,173,318	
Total comprehensive income for the period	-	3,736		-	-	(14,589)	(10,853)	
Transactions with owners:-								
Dividend	-	-	-	-	-	(25,752)	(25,752)	
Exercise of ESOS	-	-	-	-	-	-	-	
At 30 September 2016	519,030	61,549	17,112	1,133	(15,584)	552,542	1,135,782	

* Pursuant to Section 618(2) of the Companies Act 2016, any amount standing to the credit of the share premium account shall become part of the share capital.

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For The Period Ended 30 June 2017 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2017	30 Jun 2016
	Unaudited	Unaudited
	RM'000	RM'000
CASH FLOWS FROM		
OPERATING ACTIVITIES		
Profit before taxation	52,399	14,939
Adjustments for :		
Depreciation	72,555	74,041
Amortisation of prepaid land lease	480	326
(Gain)/loss on disposal of PPE / land use right	(110)	716
Inventory written down to NRV and obsolete inventory written-off	-	-
Unrealised loss on foreign exchange	9,824	39,650
Derivative loss	4,209	208
Provision for and write off of receivables	-	-
Property, plant and equipment written off	-	13,999
Interest income	(3,138)	(4,380)
Interest expense	1,158	1,077
Operating cash flow before working capital changes	<u>137,377</u>	<u>140,576</u>
Inventories	(11,748)	47,112
Receivables	(60,333)	100,582
Other Current Assets	(137)	711
Derivatives	(8,168)	(6,777)
Payables	2,122	(68,144)
Cash generated from operations	<u>59,113</u>	<u>214,060</u>
Interest paid	(1,158)	(1,077)
Tax (paid) / recovered	(2,034)	(32)
Net cash generated from operating activities	<u>55,921</u>	<u>212,951</u>

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JCY International Berhad

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For The Period Ended 30 June 2017 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2017	30 Jun 2016
(Continued)		
CASH FLOWS FROM	Unaudited	Unaudited
 INVESTING ACTIVITIES	RM'000	RM'000
Purchase of property, plant and equipment	(26,163)	(35,624)
Proceeds from disposal of property, plant and equipment / land use right	1,401	6,026
Investment income	-	444
Interest received	3,138	3,936
Net cash used in investing activities	<u>(21,624)</u>	<u>(25,218)</u>
CASH FLOWS FROM		
 FINANCING ACTIVITIES		
Dividend paid	(77,256)	(113,128)
Proceed from issuance of shares pursuant to exercise of ESOS	451	8,201
Additional restricted bank deposits	-	-
Drawdown / (repayment) of short-term borrowings	9,050	(60,845)
Net cash used in financing activities	<u>(67,755)</u>	<u>(165,772)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(33,458)	21,961
EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES	(1,595)	(16,106)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	281,914	383,488
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>246,861</u>	<u>389,343</u>

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This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2017

A1. BASIS OF PREPARATION

These interim financial statements are unaudited and have been prepared in compliance with MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad's Main Market Listing Requirements ("Main Market LR").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to this interim financial statements. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of JCY International Berhad and its subsidiaries ("the Group") since the financial year ended 30 September 2016.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the financial statements for the year ended 30 September 2016, except for the following new Malaysian Financial Reporting Standards ("MFRSs") and Amendments to MFRSs adopted by the Group for the financial year ending 30 September 2017:-

Effective for financial periods beginning on or after 1 January 2016

Annual Improvements to MFRSs 2012-2014 Cycle

Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint operations

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants

Amendments to MFRS 127: Equity Method in Separate Financial Statements

Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities:

Applying the Consolidation Exception

Amendments to MFRS 101: Disclosure Initiative

MFRS 14 Regulatory Deferral Accounts

A3. AUDITORS' REPORT IN PRECEDING FINANCIAL STATEMENTS

The auditors' report on the financial statements for the preceding year was not subject to any audit qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The Group does not experience significant fluctuations in operations due to seasonal factors, although demand for hard disk drive ("HDD") components tends to increase slightly during the last quarter of the financial year as a result of higher demand for HDDs.

A5. UNUSUAL ITEMS AFFECTING THE ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASHFLOW

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial quarter ended 30 June 2017.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2017

A6. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates that have had a material effect in the current financial period results.

A7. CAPITAL COMMITMENTS

The Group has capital commitments for the followings:

	As at 30 Jun 17 RM'000	As at 30 Sep 16 RM'000
Approved and contracted for :		
Purchase of properties, plants and equipment	12,040	10,293

A8. DEBTS AND EQUITY SECURITIES

There were no issuance, repurchase, cancellation, resale and repayment of debt and equity securities during the quarter under review.

A9. DIVIDENDS PAID

Dividends declared or paid, if any, during the financial quarter under review and the financial year ending 30 September 2017 are disclosed in note B11.

A10. DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are disclosed in the Condensed Consolidated Statements of Comprehensive Income and note B12.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2017

A11. SEGMENTAL INFORMATION

The Group's activities are predominantly in the sector of trading, manufacturing and assembling of HDD components. As such, segmental information is only presented by geographical segments. The geographical segments are based on the location of assets and these are :

- (i) Malaysia
- (ii) Thailand
- (iii) Others : These consist of segments which cover mainly China and Singapore but which individually fall below the 10% threshold of a reportable segment

	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
9 Months Ended 30 June 2017					
Segment revenue					
Sales to external customers	863,344	344,008	2,515	-	1,209,867
Inter-segment sales	211,690	-	50,504	(262,194)	-
Total	<u>1,075,034</u>	<u>344,008</u>	<u>53,019</u>	<u>(262,194)</u>	<u>1,209,867</u>
Segment results	<u>36,398</u>	<u>14,353</u>	<u>4,558</u>	<u>(7,810)</u>	<u>47,499</u>
As at 30 June 2017					
Total assets	1,454,654	262,321	262,644	(540,694)	1,438,925
Total liabilities	328,982	259,909	231,323	(491,173)	329,041
9 Months Ended 30 June 2016					
Segment revenue					
Sales to external customers	1,032,162	302,751	(5,624)	-	1,329,289
Inter-segment sales	196,275	318	58,432	(255,025)	-
Total	<u>1,228,437</u>	<u>303,069</u>	<u>52,808</u>	<u>(255,025)</u>	<u>1,329,289</u>
Segment results	<u>2,753</u>	<u>10,976</u>	<u>(29,587)</u>	<u>22,225</u>	<u>6,367</u>
As at 30 June 2016					
Total assets	1,563,314	228,757	261,619	(522,073)	1,531,617
Total liabilities	361,239	243,868	219,511	(465,388)	359,230

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2017

A12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A13. CHANGES IN THE COMPOSITION OF THE GROUP

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

A14. CONTINGENT LIABILITIES

There were no changes in contingent liabilities since the previous Statement of Financial Position as at 30 September 2016 except as disclosed in note B10.

A15. RELATED PARTY TRANSACTIONS

	9 Months Ended	
	30-Jun-17	30-Jun-16
	RM'000	RM'000
PCA Mahlin Technology Sdn. Bhd. - a company in which a director is the brother of the Company's substantial shareholder		
- Rental of building	-	900
- Payment for acquisition of land and building	-	2,300
	<u>-</u>	<u>3,200</u>
YK Technology (Foshan) Co., Ltd - a company in which a substantial shareholder has equity interest in a company in which a director is also the key management personnel		
- Rental of building	-	571
	<u>-</u>	<u>571</u>

A16. MATERIAL EVENT SUBSEQUENT TO END OF CURRENT FINANCIAL QUARTER

There was no material event after the current financial quarter under review that have not been reflected in the financial statements for the period.

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ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1. REVIEW OF PERFORMANCE

	Revenue		Net Profit / (Loss)	
	3 Months Ended		3 Months Ended	
	30 Jun 17	30 Jun 16	30 Jun 17	30 Jun 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	346,079	331,307	(21,460)	(238)
Thailand	113,984	71,685	7,035	(4,070)
Group	390,200	343,841	(9,984)	(28,600)

	Revenue		Net Profit / (Loss)	
	9 Months Ended		9 Months Ended	
	30 Jun 17	30 Jun 16	30 Jun 17	30 Jun 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	1,075,034	1,228,437	36,398	2,753
Thailand	344,008	303,069	14,353	10,976
Group	1,209,867	1,329,289	47,499	6,367

Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM390.2 million for the reporting quarter and RM1,210 million for the cumulative period under review, representing an increment of 13.5% and a reduction of 9.0% respectively compared to previous year's corresponding periods. The increase in revenue comparing the corresponding quarter in previous year was due mainly to higher volume shipped and favourable USD exchange rate. The reduction in revenue comparing to the corresponding cumulative period was due mainly to lower overall volume shipped and lower Average Selling Price (ASP).

The Group recorded a net loss of RM10.0 million for the reporting quarter and a net profit RM47.5 million for the cumulative period under review, compared to net loss of RM28.6 million and net profit of RM6.4 million respectively in the previous year's corresponding periods, the improvement in net results was due mainly to favourable USD exchange rate against Ringgit recorded in current reporting periods.

As our segmental report is based on geographical performance with similar business activities, the factors affecting the earnings and revenue for Malaysia and Thailand segments are similar to those affecting the Group as discussed above.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group recorded a revenue of approximately RM390.2 million for the reporting quarter or 4% lower compared to RM406.7 million recorded in the immediate preceding quarter ended 31 March 2017, this was due mainly to the lower ASP and unfavourable USD exchange rate recorded in the reporting quarter.

The Group also recorded a loss before tax of RM13.0 million for the reporting quarter, compared to profit before tax of RM19.9 million reported in the immediate preceding quarter ended 31 March 2017. The reduction of profit was due mainly to unfavourable USD exchange rate against Ringgit.

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ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B3. FUTURE PROSPECT

The Total Addressable Market (TAM) for hard disk drives (HDD) for the quarter ended 30 June 2017 was estimated at just under 100 million units, little different from the preceding quarter. There are no indications that there will be any significant uplift in the foreseeable quarters.

HDDs continue to maintain a competitive edge against solid state drives. This, coupled with delays in the full commercial production of 64 layer TLC (triple layer cell) and 96 layer TLC products and consequent tight supply of 3D NANDs, continues to support demand for HDD drives.

JCY continues to be competitive in the HDD space, and we will continue to pursue efforts to improve our market share by leveraging our operational efficiency and economies of scale. We are also exploring the possibilities of utilizing our competencies and capabilities in other related fields.

B4. VARIANCE FROM PROFIT FORECAST

Not applicable as the Group has not issued any profit forecast for the period under review.

B5. TAXATION

Domestic current income tax is calculated at the statutory tax rate of 24% (2016: 24%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions. Certain subsidiaries of the Group enjoy tax exemptions from the relevant authorities on their business income for current and future periods. The computation of deferred tax as at 30 June 2017 has reflected the effects of such exemptions.

	9 Months Ended 30 Jun 17 RM'000	9 Months Ended 30 Jun 16 RM'000
Current year tax	4,900	868
Under-provision in previous year	-	-
Relating to temporary tax differences	-	7,704
	<u>4,900</u>	<u>8,572</u>

B6. PROFIT ON SALES OF UNQUOTED INVESTMENT OR PROPERTIES

There were no sales of unquoted investment or property by the Group for the current quarter under review.

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ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B7. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals which had been announced but not yet completed.

B8. BORROWING AND DEBT SECURITIES

Save as disclosed below, there were no other borrowings or debt securities in the Group as at 30 June 2017.

	As At 30 Jun 17	As At 30 Sep 16
	RM'000	RM'000
Short Term Borrowings		
Foreign currency trade loans	59,988	50,428
Bills payable	-	180
Total short term borrowings	<u>59,988</u>	<u>50,608</u>

All the above borrowings are unsecured.

B9. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Group does not have any off balance sheet financial instruments.

B10. MATERIAL LITIGATION

There is no major changes to material litigation since the last statement of financial position date as of 30 September 2013, save for:-

Tenaga Nasional Berhad ("TNB") vs JCY HDD Technology Sdn Bhd ("JCY HDD")

A subsidiary of the Company, JCY HDD Technology Sdn. Bhd. ("JCY HDD"), has received letters dated 14 December 2010 from Tenaga Nasional Berhad ("TNB") claiming for additional electricity charges of approximately RM8.36 million. JCY HDD had disputed the claims and had discussed with TNB as to their basis and quantification of the additional electricity charges.

On 15 December 2011, the Judge fixed for decision for the case after a preliminary question of law that TNB's claim is only restricted to 3 months backcharges and JCY HDD is only required to pay to TNB for an amount of approximately RM1.05 million. However, TNB had filed an appeal to the Court of Appeal against the decision of the High Court made on 15 December 2011.

Currently, the matter is subject to further trials which have been fixed between 6 September 2017 to 14 September 2017.

There will be no significant financial impact arising from the case as the major shareholder of the Company has undertaken to indemnify the Company for any claim awarded.

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ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B11. DIVIDENDS

	In Respect of	
	Financial Year Ending 30 Sep 17 RM'000	Financial Year Ended 30 Sep 16 RM'000
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 26 Feb 2016 and paid on 8 Apr 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 19 May 2016 and paid on 12 Jul 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 18 Aug 2016 and paid on 6 Oct 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 24 Nov 2016 and paid on 06 Jan 2017*		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 19 Feb 2017 and paid on 07 Apr 2017	25,752	
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 18 May 2017 and paid on 11 Jul 2017	25,761	

The Board has further resolved to declare a Single Tier Tax Exempt Third Interim Dividend for the financial year ending 30 September 2017 of 0.75 sen per share on 17 August 2017 with the entitlement date and payable date to be determined in due course.

* Being dividend declared for the results of financial year ended 30 September 2016, but paid and recognised in financial year ending 30 September 2017

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ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B12. EARNINGS PER SHARE

The basic and diluted earnings per share were derived as below:-

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 17	30 Jun 16	30 Jun 17	30 Jun 16
Net (loss) / profit (RM '000)	(9,984)	(28,600)	47,499	6,367
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,841	2,060,172	2,060,419	2,057,666
Basic (loss) / earnings per share (Sen)	(0.48)	(1.39)	2.31	0.31
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,065,353	2,065,593	2,065,353	2,065,593
Diluted (loss) / earnings per share (Sen)	(0.48)	(1.38)	2.30	0.31

B13. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax:

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 17	30 Jun 16	30 Jun 17	30 Jun 16
After charging:-	RM'000	RM'000	RM'000	RM'000
Interest Expense	333	371	1,158	1,077
Depreciation and Amortization	23,865	27,642	73,035	74,367
Foreign Exchange Loss (net)	9,722	-	-	10,252
Loss on disposal of property, plant and equipment / land use rights (net)	-	-	-	716
Property, plant and equipment written-off	-	13,505	-	13,999
Provision for and write off of receivables	-	-	-	-
Derivative losses	-	1,205	4,209	1,413
After crediting:-				
Interest Income	1,097	1,314	3,138	4,380
Other Income	227	327	5,159	1,590
Foreign Exchange Gain (Net)	-	17,184	18,971	-
Gain on disposal of property, plant and equipment (Net)	-	46	110	-
Derivative gains	-	-	-	-

There were no gain or loss on disposal of quoted or unquoted investments, inventory written down to NRV and obsolete inventory written-off and exceptional items for the current quarter under review and cumulative period ended 30 June 2017.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B14. DISCLOSURE ON REALISED AND UNREALISED PROFITS / LOSSES

	As at	
	30 Jun 17	30 Sep 16
	RM'000	RM'000
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	538,434	534,488
- Unrealised Profit	1,610	27,514
	<u>540,044</u>	<u>562,002</u>
Less: Consolidation adjustments	(17,269)	(9,460)
Retained earnings per financial statements	<u>522,775</u>	<u>552,542</u>

By Order of the Board

Company Secretary

17 August 2017