



# **JCY INTERNATIONAL BERHAD**

(713422 X)

(Incorporated in Malaysia)

## **Interim Financial Statements**

30 Sep 2018



# JCY International Berhad

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

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For the Financial Year Ended 30 September 2018 (Unaudited)

	Individual Quarter		Financial Year Ended	
	3 Months Ended	3 Months Ended	3 Months Ended	3 Months Ended
	30 Sep 2018	30 Sep 2017	30 Sep 2018	30 Sep 2017
	Unaudited	Unaudited	Unaudited	Audited
	RM'000	RM'000	RM'000	RM'000
Revenue	323,011	389,524	1,390,916	1,599,391
Cost of sales	<u>(306,181)</u>	<u>(383,829)</u>	<u>(1,405,972)</u>	<u>(1,539,830)</u>
Gross profit	16,830	5,695	(15,056)	59,561
Other operating income	3,434	1,523	9,056	9,820
Foreign exchange gain / (loss)	11,539	(7,119)	400	11,852
General and administrative expenses	(9,057)	(5,988)	(30,199)	(33,565)
Other operating expenses	<u>(91,221)</u>	<u>-</u>	<u>(91,221)</u>	<u>-</u>
Profit / (loss) from operations	(68,475)	(5,889)	(127,020)	47,668
Finance costs	<u>(810)</u>	<u>(377)</u>	<u>(3,093)</u>	<u>(1,535)</u>
Profit / (loss) before taxation	(69,285)	(6,266)	(130,113)	46,133
Income tax expense	10,799	(292)	9,366	(5,192)
Net profit / (loss) for the period	<u>(58,486)</u>	<u>(6,558)</u>	<u>(120,747)</u>	<u>40,941</u>
Other comprehensive (loss) / income:				
- Foreign currency translation	(4,014)	(1,479)	(12,262)	4,358
Total comprehensive (loss) / income for the period	<u>(62,500)</u>	<u>(8,037)</u>	<u>(133,009)</u>	<u>45,299</u>
Net profit / (loss) attributable to:				
- Equity holders of the Company	(58,486)	(6,558)	(120,747)	40,941
Basic earning / (loss) per share (Sen)	(2.84)	(0.32)	(5.86)	1.99
Diluted earning / (loss) per share (Sen)	<u>(2.84)</u>	<u>(0.32)</u>	<u>(5.86)</u>	<u>1.99</u>
Total comprehensive income / (loss) attributable to:				
- Equity holders of the Company	(62,500)	(8,037)	(133,009)	45,299
Basic total comprehensive income / (loss) per share for the period (sen)	(3.03)	(0.39)	(6.45)	2.20
Diluted total comprehensive income / (loss) per share for the period (sen)	<u>(3.03)</u>	<u>(0.39)</u>	<u>(6.45)</u>	<u>2.20</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 September 2018 (Unaudited)

	As At 30 Sep 2018 Unaudited RM'000	As At 30 Sep 2017 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	392,046	510,125
Land use rights	26,962	27,672
Deferred tax assets	-	2,858
Restricted bank deposits	1,652	1,633
	<u>420,660</u>	<u>542,288</u>
<b>Current assets</b>		
Inventories	258,825	234,881
Trade and other receivables	278,640	313,860
Other current assets	5,511	8,975
Tax recoverable	8,606	5,855
Cash and bank balances	213,810	296,306
	<u>765,392</u>	<u>859,877</u>
<b>TOTAL ASSETS</b>	<u><u>1,186,052</u></u>	<u><u>1,402,165</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	536,732	536,732
Reserves	398,459	552,078
<b>Total equity</b>	<u>935,191</u>	<u>1,088,810</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	23,781	36,586
Long term employees benefits	3,356	5,052
	<u>27,137</u>	<u>41,638</u>
<b>Current liabilities</b>		
Trade and other payables	170,411	201,657
Short term borrowings	52,996	54,602
Tax payable	317	-
Dividends payable	-	15,458
	<u>223,724</u>	<u>271,717</u>
<b>Total liabilities</b>	<u>250,861</u>	<u>313,355</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,186,052</u></u>	<u><u>1,402,165</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 Financial Year Ended 30 September 2018 (Unaudited)

	Non-distributable				Distributable		Total
	Share capital	Foreign currency translation reserve	Share premium	ESOS reserves	Treasury shares	Retained earnings	
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>At 01 October 2017</b>	536,732	65,907	-	-	(15,584)	501,755	1,088,810
Total comprehensive income for the period	-	(12,262)	-	-	-	(120,747)	(133,009)
Transactions with owners:-							
Dividend	-	-	-	-	-	(20,610)	(20,610)
<b>At 30 September 2018</b>	536,732	53,645	-	-	(15,584)	360,398	935,191
<b>At 01 October 2016</b>	519,030	61,549	17,112	1,133	(15,584)	552,542	1,135,782
Total comprehensive income for the period	-	4,358	-	-	-	40,941	45,299
Effects of Companies Act 2016*	17,112	-	(17,112)	-	-	-	-
Transactions with owners:-							
Exercise of ESOS	590	-	-	(139)	-	-	451
Dividend	-	-	-	-	-	(92,722)	(92,722)
Transfer of ESOS upon expiry	-	-	-	(994)	-	994	-
<b>At 30 September 2017</b>	536,732	65,907	-	-	(15,584)	501,755	1,088,810

\* 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.

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 CASH FLOWS For the Financial Year Ended 30 September 2018 (Unaudited)

	Year Ended	
	30 Sep 2018	30 Sep 2017
<b>CASH FLOWS FROM</b>	<b>Unaudited</b>	<b>Audited</b>
<b>OPERATING ACTIVITIES</b>	<b>RM'000</b>	<b>RM'000</b>
Profit before taxation	(130,113)	46,133
Adjustments for :		
Depreciation	80,860	94,264
Amortisation of prepaid land lease	640	641
(Gain)/loss on disposal of PPE / land use right	(2,170)	268
Inventory written down to NRV and obsolete inventory written-off	-	4,376
Unrealised (gain)/loss on foreign exchange	(9,037)	5,163
Derivative loss/(gain)	-	(3,959)
Property, plant and equipment written off	56	1,466
Impairment loss on property, plant and equipment	91,221	-
Defined benefit plan	(1,710)	531
Interest and investment income	(5,824)	(2,770)
Interest expense	2,293	1,055
Operating cash flow before working capital changes	26,216	147,168
Inventories	(23,944)	16,461
Receivables	57,938	(9,095)
Other Current Assets	3,464	260
Payables	(35,532)	(10,025)
Cash generated from operations	28,142	144,769
Interest paid	(2,293)	(1,055)
Tax (paid) / recovered	(3,015)	(6,914)
Net cash generated from operating activities	22,834	136,800

(The rest of the page has been intentionally left blank)

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 CASH FLOWS For the Financial Year Ended 30 September 2018 (Unaudited)

	Year Ended	
	30 Sep 2018	30 Sep 2017
(Continued)		
<b>CASH FLOWS FROM</b>	<b>Unaudited</b>	<b>Audited</b>
<b>    INVESTING ACTIVITIES</b>	<b>RM'000</b>	<b>RM'000</b>
Purchase of property, plant and equipment / land use right	(67,450)	(42,525)
Proceeds from disposal of property, plant and equipment / land use right	11,478	2,366
Interest and investment income received	5,824	2,770
Net cash used in investing activities	<u>(50,148)</u>	<u>(37,389)</u>
<b>CASH FLOWS FROM</b>		
<b>    FINANCING ACTIVITIES</b>		
Dividend paid	(36,068)	(92,722)
Proceed from issuance of shares pursuant to exercise of ESOS	-	451
Additional restricted bank deposits	-	-
Additional deposits with investment fund operated by financial institution	(1,548)	(1,447)
Drawdown / (repayment) of short-term borrowings	(3,255)	4,291
Net cash used in financing activities	<u>(40,871)</u>	<u>(89,427)</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	(68,185)	9,984
<b>EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES</b>	(15,859)	2,961
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<u>254,077</u>	<u>241,132</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u><u>170,033</u></u>	<u><u>254,077</u></u>
<b>Reconciliation with Cash and Bank Balances:-</b>		
<b>    Cash and Cash Equivalents</b>	170,033	254,077
<b>    Deposits with Investment Fund operated by Financial Institution</b>	43,777	41,828
<b>CASH AND BANK BALANCES</b>	<u><u>213,810</u></u>	<u><u>295,905</u></u>

(The rest of the page has been intentionally left blank)

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

# JCY International Berhad

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

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

### 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 2017 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 2017.

### 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 2017, 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 2018:-

#### **Effective for financial periods beginning on or after 1 January 2017**

MFRS 107 (Amendments to MFRS 107: Disclosures Initiatives)

Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

Amendments to MFRS 12: Disclosure of Interests in Other Entities

### 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

During the quarter under review, the Group assessed the recoverable amount of its property, plant and equipment and has recognised an impairment loss of RM91.2 million.

# JCY International Berhad

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

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

### 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:

	<b>As at 30 Sep 18 RM'000</b>	<b>As at 30 Sep 17 RM'000</b>
Approved and contracted for :		
Purchase of properties, plants and equipment	7,500	20,069

### 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 2018 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.

(The rest of the page has been intentionally left blank)



# JCY International Berhad

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

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

### 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
<b>Financial Year Ended 30 September 2018</b>					
Segment revenue					
Sales to external customers	1,054,926	336,035	(45)	-	1,390,916
Inter-segment sales	218,558	-	77,641	(296,199)	-
<b>Total</b>	<b>1,273,484</b>	<b>336,035</b>	<b>77,596</b>	<b>(296,199)</b>	<b>1,390,916</b>
Segment results	(91,010)	(32,256)	(3,028)	5,547	(120,747)
<b>As at 30 September 2018</b>					
Total assets	1,240,120	167,285	251,722	(473,075)	1,186,052
Total liabilities	259,953	191,803	226,850	(427,745)	250,861
<b>Financial Year Ended 30 September 2017</b>					
Segment revenue					
Sales to external customers	1,153,466	446,235	(310)	-	1,599,391
Inter-segment sales	267,006	-	70,596	(337,602)	-
<b>Total</b>	<b>1,420,472</b>	<b>446,235</b>	<b>70,286</b>	<b>(337,602)</b>	<b>1,599,391</b>
Segment results	17,993	19,971	4,390	(1,413)	40,941
<b>As at 30 September 2017</b>					
Total assets	1,406,701	212,370	264,896	(481,802)	1,402,165
Total liabilities	314,882	204,389	229,192	(435,108)	313,355

(The rest of the page has been intentionally left blank)

# JCY International Berhad

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

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2018

### **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 2017 except as disclosed in note B10.

### **A15. RELATED PARTY TRANSACTIONS**

There was no related party transaction in the current period under review and the corresponding period in previous financial year.

### **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.

(The rest of the page has been intentionally left blank)

# JCY International Berhad

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

## 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 Sep 18	30 Sep 17	30 Sep 18	30 Sep 17
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	306,409	345,438	(24,865)	(18,405)
Thailand	66,468	102,227	(19,472)	5,618
<b>Group</b>	<b>323,011</b>	<b>389,524</b>	<b>(58,486)</b>	<b>(6,558)</b>

	Revenue		Net Profit / (Loss)	
	Financial Year Ended		Financial Year Ended	
	30 Sep 18	30 Sep 17	30 Sep 18	30 Sep 17
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	1,273,484	1,420,472	(91,010)	17,993
Thailand	336,035	446,235	(32,256)	19,971
<b>Group</b>	<b>1,390,916</b>	<b>1,599,391</b>	<b>(120,747)</b>	<b>40,941</b>

#### Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM323.0 million for the reporting quarter and RM1,390.9 million for the financial year under review, these represent a reduction of 17.1% and 13.0% respectively compared to previous year's corresponding periods. The reduction in revenue comparing to the previous corresponding periods was due mainly to the weakening of the US Dollars against functional currencies of the Group and lower overall volume shipped.

The Group recorded a net loss of RM58.5 million and RM120.7 million for the reporting quarter and the financial year respectively, compared to net loss of RM6.6 million and net profit of RM40.9 million respectively in the previous year's corresponding periods. The deterioration of the net results was due mainly to the impairment loss of RM91.2 million arising from the reduction in recoverable amount of the property, plant and equipment and the lower revenue recorded in the financial year as explained above, despite the improvement on gross profit margin for the reporting quarter as a result of the Company's continuous operational efficiency improvement efforts in the reporting quarter.

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.

# JCY International Berhad

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

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

### B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group recorded a revenue of approximately RM323.0 million for the reporting quarter or 2.7% lower compared to the RM332.1 million revenue recorded in the immediate preceding quarter ended 30 June 2018. The reduction on revenue was due mainly to lower overall volume shipped despite the improvement of the average exchange rate on US Dollars against functional currencies and better product mixes during the period under review.

The Group recorded a loss before tax of RM69.3 million for the reporting quarter, compared to loss before tax of RM9.0 million reported in the immediate preceding quarter ended 30 June 2018. The deterioration of the profit before tax was due mainly to the impairment loss of RM91.2 million arising from the reduction in recoverable amount of property, plant and equipment.

### B3. FUTURE PROSPECT

There is still significant demand for HDDs in the storage space, and we expect this to continue into the near future, although solid-state drives (SSDs) continue to encroach. Recent developments in SSDs include increasing use of PUC (Periphery Under Cell) technology, and the entry of a new solid-state memory manufacturer. This will place negative pressure on NAND prices, and in turn further affect HDD demand in the longer term.

JCY continues to evaluate various strategies to diversify its product mix, leveraging its competitive advantage in precision manufacturing to expand into 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. The computation of deferred tax as at 30 September 2018 has reflected the effects of such exemptions.

	<b>Financial Year Ended 30 Sep 18 RM'000</b>	<b>Financial Year Ended 30 Sep 17 RM'000</b>
Current year tax	1,105	1,533
(Over-)/Under-provision in previous year	(482)	(114)
Relating to temporary tax differences	(9,989)	3,773
	<u>(9,366)</u>	<u>5,192</u>

# JCY International Berhad

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

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

### 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.

### 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 September 2018.

	As At 30 Sep 18 RM'000	As At 30 Sep 17 RM'000
<b>Short Term Borrowings</b>		
Foreign currency trade loans	52,996	54,602
Bills payable	-	-
Total short term borrowings	<u>52,996</u>	<u>54,602</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 2017, 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" or the "Plaintiff") 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.

On 19 July 2018, the Court decided that the Plaintiff's claim for a balance sum of RM6.97 million is allowed and the cost of RM25,000 is awarded to the Plaintiff, and that interest at the rate of 5% per annum is payable on the judgment sum calculated from the date of judgment until date of full settlement. JCY HDD had filed an appeal on 16 August 2018.

The Company expects 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.

# JCY International Berhad

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

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

### B11. DIVIDENDS

	In Respect of	
	Financial Year Ended 30 Sep 18 RM'000	Financial Year Ended 30 Sep 17 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 21 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
Single Tier Interim Dividend of 0.75 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 17 Aug 2017 and paid on 10 Oct 2017		15,457
Single Tier Interim Dividend of 0.5 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 28 Nov 2017 and paid on 10 Jan 2018*		10,305
Single Tier Interim Dividend of 0.5 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 27 Feb 2018 and paid on 10 Apr 2018	10,305	

\* Being dividend declared for the results of financial year ended 30 September 2017, but paid and recognised in financial year ending 30 September 2018.

### B12. EARNINGS PER SHARE

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

	3 months Ended		Financial Year Ended	
	30 Sep 18	30 Sep 17	30 Sep 18	30 Sep 17
Net (loss) / profit (RM '000)	(58,486)	(6,558)	(120,747)	40,941
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,060,912	2,060,912	2,060,912
Basic (loss) / earnings per share (Sen)	(2.84)	(0.32)	(5.86)	1.99
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,060,912	2,060,912	2,060,912
Diluted (loss) / earnings per share (Sen)	(2.84)	(0.32)	(5.86)	1.99

# JCY International Berhad

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

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

### B13. PROFIT BEFORE TAX

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

	3 months Ended		Financial Year Ended	
	30 Sep 18	30 Sep 17	30 Sep 18	30 Sep 17
	RM'000	RM'000	RM'000	RM'000
<b>After charging:-</b>				
Interest Expense	603	221	2,293	1,055
Depreciation and Amortization	14,240	21,870	81,500	94,905
Foreign Exchange Loss (net)	-	7,119	-	-
Loss on disposal of property, plant and equipment / land use rights (net)	-	268	-	268
Property, plant and equipment written-off	8	1,466	56	1,466
Impairment loss	91,221	-	91,221	-
Inventory written down to NRV and obsolete inventory written-off	-	4,376	-	4,376
	<u>-</u>	<u>4,376</u>	<u>-</u>	<u>4,376</u>
<b>After crediting:-</b>				
Interest Income	879	678	4,276	2,770
Investment Income	417	401	1,548	1,447
Other Income	2,138	444	3,232	5,603
Foreign Exchange Gain (Net)	11,539	-	400	11,852
Gain on disposal of property, plant and equipment (Net)	1,386	110	2,170	-
Derivative gains	-	8,168	-	3,959
	<u>-</u>	<u>8,168</u>	<u>-</u>	<u>3,959</u>

There were no gain or loss on disposal of quoted or unquoted investments and other exceptional items for the current quarter under review and the Financial Year ended 30 September 2018.

**By Order of the Board**

Company Secretary  
30 November 2018