



## **JCY INTERNATIONAL BERHAD**

[ 200501031285 (713422 X) ]  
(Incorporated in Malaysia)

**Interim Financial Statements**  
30 Jun 2020



# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 30 June 2020 (Unaudited)

	Individual Quarter 3 Months Ended		Cumulative 9 Months Ended	
	30 Jun 2020 Unaudited RM'000	30 Jun 2019 Unaudited RM'000	30 Jun 2020 Unaudited RM'000	30 Jun 2019 Unaudited RM'000
Revenue	227,035	213,459	774,370	778,494
Cost of sales	(226,355)	(237,368)	(748,072)	(804,596)
Gross profit / (loss)	680	(23,909)	26,298	(26,102)
Other operating income	1,262	1,362	5,153	3,927
Foreign exchange (loss) / gain	10,135	9,196	3,714	7,879
General and administrative expenses	(7,942)	(12,282)	(21,273)	(34,522)
Other operating expenses	-	-	-	-
Profit from operations	4,135	(25,633)	13,892	(48,818)
Finance costs	(788)	(757)	(1,860)	(2,285)
Profit before taxation	3,347	(26,390)	12,032	(51,103)
Income tax expense	(204)	32	(545)	(886)
Net Profit for the period	3,143	(26,358)	11,487	(51,989)
Other comprehensive income:				
- Foreign currency translation	(3,441)	(3,157)	4,886	(278)
Total comprehensive income / (loss) for the period	(298)	(29,515)	16,373	(52,267)
Net profit / (loss) attributable to:				
- Equity holders of the Company	3,143	(26,358)	11,487	(51,989)
Basic earning / (loss) per share (Sen)	0.15	(1.28)	0.56	(2.52)
Diluted earning / (loss) per share (Sen)	0.15	(1.24)	0.54	(2.44)
Total comprehensive income / (loss) attributeable to:				
- Equity holders of the Company	(298)	(29,515)	16,373	(52,267)
Basic total comprehensive income / (loss) per share for the period (sen)	(0.01)	(1.43)	0.79	(2.54)
Diluted total comprehensive income / (loss) per share for the period (sen)	(0.01)	(1.39)	0.77	(2.46)

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2019 and the accompanying explanatory notes attached to the interim financial statements.

# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

## CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 30 June 2020 (Unaudited)

	As At 30 Jun 2020 Unaudited RM'000	As At 30 Sep 2019 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	279,110	278,452
Land use rights	24,687	25,143
Rights of use assets	4,565	-
Restricted bank deposits	1,791	1,769
	<u>310,153</u>	<u>305,364</u>
<b>Current assets</b>		
Inventories	217,894	192,202
Trade and other receivables	197,575	285,913
Other current assets	9,573	6,605
Tax recoverable	894	894
Cash and bank balances	351,827	287,632
	<u>777,763</u>	<u>773,246</u>
<b>TOTAL ASSETS</b>	<u><u>1,087,916</u></u>	<u><u>1,078,610</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	539,336	536,732
Reserves	358,671	351,948
<b>Total equity</b>	<u>898,007</u>	<u>888,680</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	1,040	1,040
Lease liabilities	3,951	-
Long term employees benefits	5,835	5,248
	<u>10,826</u>	<u>6,288</u>
<b>Current liabilities</b>		
Trade and other payables	129,395	135,812
Short term borrowings	48,908	47,517
Short term lease liabilities	780	-
Tax payable	-	313
	<u>179,083</u>	<u>183,642</u>
<b>Total liabilities</b>	<u>189,909</u>	<u>189,930</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,087,916</u></u>	<u><u>1,078,610</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2019 and the accompanying explanatory notes attached to the interim financial statements.

# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

## CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Period Ended 30 June 2020 (Unaudited)

	Non-distributable				Distributable	Total RM'000
	Share capital RM'000	Foreign currency translation reserve RM'000	ESOS reserves RM'000	Treasury shares RM'000	Retained earnings RM'000	
<b>At 01 October 2019</b>	536,732	48,181	4,473	(15,584)	314,878	1,088,810
Total comprehensive income for the period	-	4,886	-	-	11,487	16,373
Transactions with owners:-						
Dividend	-	-	-	-	(10,305)	(10,305)
Share-based payments under ESOS	-	-	655	-	-	655
Issuance of new shares pursuant to ESOS	2,604	-	-	-	-	2,604
<b>At 30 June 2020</b>	<b>539,336</b>	<b>53,067</b>	<b>5,128</b>	<b>(15,584)</b>	<b>316,060</b>	<b>898,007</b>
<b>At 01 October 2018</b>	536,732	53,645	-	(15,584)	369,051	943,844
Total comprehensive income for the period	-	(278)	-	-	(51,989)	(52,267)
Transactions with owners:-						
Share-based payments under ESOS	-	-	3,854	-	-	3,854
<b>At 30 June 2019</b>	536,732	53,367	3,854	(15,584)	317,062	895,431
Total comprehensive income for the period	-	(5,186)	-	-	(2,184)	(7,370)
Transactions with owners:-						
Dividend	-	-	-	-	-	-
Share-based payments under ESOS	-	-	619	-	-	619
<b>At 30 September 2019</b>	536,732	48,181	4,473	(15,584)	314,878	888,680

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# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For The Period Ended 30 June 2020 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2020	30 Jun 2019
	Unaudited	Unaudited
	RM'000	RM'000
<b>CASH FLOWS FROM</b>		
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	12,032	(51,103)
Adjustments for :		
Depreciation	24,769	40,295
Amortisation of prepaid land lease	456	471
Amortisation of rights of use	902	-
(Gain)/loss on disposal of PPE / land use right	(1,566)	4,828
Unrealised loss/(gain) on foreign exchange	3,199	(2,413)
Property, plant and equipment written off	6	1,670
Share-based payments under ESOS	655	3,854
Defined benefit plan	507	326
Interest and investment income	(4,476)	(3,749)
Interest expense	1,418	1,938
Interest on lease liabilities	212	-
Operating cash flow before working capital changes	38,114	(3,883)
Inventories	(25,692)	57,937
Receivables	25,784	88,892
Other Current Assets	(2,968)	(1,750)
Payables	(7,412)	(45,724)
Cash generated from operations	27,826	95,472
Interest paid	(1,418)	(1,938)
Tax (paid) / recovered	(858)	(1,020)
Net cash (used in) / generated from operating activities	25,550	92,514

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# JCY International Berhad

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## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

For The Period Ended 30 June 2020 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2020	30 Jun 2019
(Continued)		
<b>CASH FLOWS FROM</b>	<b>Unaudited</b>	<b>Unaudited</b>
<b>    INVESTING ACTIVITIES</b>	<b>RM'000</b>	<b>RM'000</b>
Purchase of property, plant and equipment / land use right	(26,932)	(19,626)
Proceeds from disposal of property, plant and equipment / land use right	68,364	21,810
Additional restricted bank deposits	-	-
Additional deposits with investment fund operated by financial institution	(1,185)	(1,256)
Interest and investment income received	4,476	3,749
Net cash generated from / (used in) investing activities	<u>44,723</u>	<u>4,677</u>
<b>CASH FLOWS FROM</b>		
<b>    FINANCING ACTIVITIES</b>		
Dividend paid	(10,305)	-
Proceed from issuance of new shares pursuant to exercise of ESOS	2,604	-
Drawdown / (repayment) of short-term borrowings	1,083	(1,351)
Repayment on lease liabilities	(950)	-
Net cash generated from / (used in) financing activities	<u>(7,568)</u>	<u>(1,351)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	62,705	95,840
<b>EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES</b>	305	3,712
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<u>242,180</u>	<u>170,033</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u><u>305,190</u></u>	<u><u>269,585</u></u>
<b>Reconciliation with Cash and Bank Balances:-</b>		
<b>    Cash and Cash Equivalents</b>	305,190	269,585
<b>    Deposits with Investment Fund operated by Financial Institution</b>	46,637	45,033
<b>CASH AND BANK BALANCES</b>	<u><u>351,827</u></u>	<u><u>314,618</u></u>

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# JCY International Berhad

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## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020

### 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 2019 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 2019.

### 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 2019, 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 2020:-

#### **Effective for financial periods beginning on or after 1 January 2019**

MFRS 16 Leases

Amendments to MFRS 9: Prepayment Features with Negative Compensation

Amendments to MFRS 128: Long-term Interests in Associates and Joint Ventures

Annual Improvements to MFRS Standards 2015–2017 Cycle

Amendments to MFRS 119: Plan Amendment, Curtailment or Settlement

IC Interpretation 23 Uncertainty over Income Tax Treatments

### 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.

# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020

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

During April 2020, the Group's production facilities in Malaysia were operating at significantly reduced capacity due to Movements Control Order (MCO) imposed by Malaysian Government. The MCO had a adverse impact to the revenue and cost of sales of the Group in April 2020. Nevertheless, the MCO was subsequently eased and the Malaysian production facilities were back to fully operational from 29 April 2020.

### 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 Jun 20 RM'000</b>	<b>As at 30 Sep 19 RM'000</b>
Approved and contracted for :		
Purchase of properties, plants and equipment	16,253	4,369

### 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 2020 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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# JCY International Berhad

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## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020

### 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>9 Months Ended 30 June 2020</b>					
Segment revenue					
Sales to external customers	555,878	218,209	283	-	774,370
Inter-segment sales	138,826	-	-	(138,826)	-
Total	<u>694,704</u>	<u>218,209</u>	<u>283</u>	<u>(138,826)</u>	<u>774,370</u>
Segment results	<u>47,677</u>	<u>(26,848)</u>	<u>(4,972)</u>	<u>(4,370)</u>	<u>11,487</u>
<b>As at 30 June 2020</b>					
Total assets	1,564,221	163,010	496,555	(1,135,870)	1,087,916
Total liabilities	175,929	242,131	334,263	(562,414)	189,909
	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>9 Months Ended 30 June 2019</b>					
Segment revenue					
Sales to external customers	557,318	221,176	-	-	778,494
Inter-segment sales	124,178	-	25,927	(150,105)	-
Total	<u>681,496</u>	<u>221,176</u>	<u>25,927</u>	<u>(150,105)</u>	<u>778,494</u>
Segment results	<u>(41,293)</u>	<u>(9,753)</u>	<u>(1,782)</u>	<u>839</u>	<u>(51,989)</u>
<b>As at 30 June 2019</b>					
Total assets	1,610,342	150,486	478,649	(1,131,992)	1,107,485
Total liabilities	200,254	191,591	324,224	(504,015)	212,054

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## NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2020

### 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

On 26 February 2020, the Company incorporated a new wholly-owned subsidiary by the name of JCY Auto Sdn. Bhd. The intended principal activity of JCY Auto is to be involved in the manufacture of parts and accessories for motor vehicles.

### A14. CONTINGENT LIABILITIES

There were no contingent liabilities as at 30 June 2020.

### 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.

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# JCY International Berhad

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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 20	30 Jun 19	30 Jun 20	30 Jun 19
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	209,431	186,902	(437)	(22,695)
Thailand	62,025	65,911	4,111	(1,521)
<b>Group</b>	<b>227,035</b>	<b>213,459</b>	<b>3,143</b>	<b>(26,358)</b>

  

	Revenue		Net Profit / (Loss)	
	9 Months Ended		9 Months Ended	
	30 Jun 20	30 Jun 19	30 Jun 20	30 Jun 19
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	694,704	681,496	47,677	(41,293)
Thailand	218,209	221,176	(26,848)	(9,753)
<b>Group</b>	<b>774,370</b>	<b>778,494</b>	<b>11,487</b>	<b>(51,989)</b>

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

The Group recorded a revenue of RM227.0 million and RM774.4 million for the reporting quarter and cumulative period respectively, these represent an increase of 6.4% in the reporting quarter and a reduction of 0.5% for the cumulative period compared to previous year's corresponding periods. The higher revenue in the reporting quarter compared to previous year corresponding period was due mainly to favourable exchange rates and better product mix, despite lower shipment quantity as a result of the Movements Control Order (MCO) imposed by Malaysian Government to fight COVID-19 that limited the production output levels of the Group during the reporting quarter.

The Group recorded a net profit of RM3.4 million and RM11.5 million for the reporting quarter and cumulative period respectively, compared to net loss of RM26.4 million and RM52.0 million recorded in the previous year corresponding periods. The improved net results were due mainly to the improvement in gross margin as a result of cost rationalisation efforts and better exchange gain. In April 2020, the Group's production facilities in Malaysia were ordered to operate at a reduced capacity as a result of the MCO imposed by Malaysian Government and this had caused a significant burden to the cost of sales for the particular month and impacted the pace of the Group's financial recovery.

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, except that, during the quarter under review, the Thailand segment recorded exchange gains while the Malaysia segment recorded losses due to the weakening of US Dollar against Thai Baht and Malaysian Ringgit respectively as at the end of the period. The Thailand segment was facing the similar constraint of lower production level and higher cost of sales as a result of the Malaysian MCO as the Thailand segment sourced its key materials from Malaysia.

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## 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 RM227.0 million for the reporting quarter or 15.8% lower compared to RM269.5 million of revenue recorded in the immediate preceding quarter ended 31 March 2020. The reduction on revenue was due mainly to lower overall quantities shipped during the reporting period as a result of the Movements Control Order (MCO) imposed in Malaysia.

The Group recorded a profit before tax of RM3.3 million for the reporting quarter, compared to profit before tax of RM4.6 million reported in the immediate preceding quarter ended 31 March 2020. The deterioration of the result before tax was due mainly to higher cost of sales in the month of April 2020 following the reduced production level during the MCO period in Malaysia.

### B3. FUTURE PROSPECT

The COVID-19 pandemic continues to exert broad and wide ranging impacts on economic supply and demand worldwide.

The IT industry in general has derived benefits from the continuing and increasing incidence of working and learning from home. Market forecasts from various sources indicate that demand for PCs, notebooks, and peripherals will increase in 2020, but the picture will become clearer as these new work patterns set in.

In the storage space SSDs and HDDs continue to play complementary roles, the former mainly in domestic and mobile appliances, and the latter mainly in centralised network-based systems. This trend is likely to continue.

For the HDD industry, in the near future, traditional supply chains could experience significant realignments, and JCY is monitoring developments carefully in order to ensure that we can benefit from potential market shifts.

At the same time our diversification programme into the automotive industry is proceeding apace and it is expected that these other lines of business will contribute in due course.

### B4. VARIANCE FROM PROFIT FORECAST

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

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

### B5. TAXATION

Domestic current income tax is calculated at the statutory tax rate of 24% (2018: 24%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions.

	<b>9 Months Ended 30 Jun 20 RM'000</b>	<b>9 Months Ended 30 Jun 19 RM'000</b>
Current year tax	545	875
Under-provision in previous year	-	11
	<u>545</u>	<u>886</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.

### B7. STATUS OF CORPORATE PROPOSALS

On 12 March 2019, the Company announced that YK Technology (Suzhou) Co., Ltd ("YKT"), an indirect wholly-owned subsidiary of the Company, had entered into a Non-residential Property Relocation Compensation Agreement with Guo Lane Street Relocation Office ("Guo Lane") for the proposed acceptance of relocation compensation for the land located at No. 1777, YiZhong South Road, Suzhou Wuzhong Economic Technology Development Area together with non-commercial buildings erected thereon by YKT from Guo Lane for a total relocation compensation amount of Chinese Yuan (CNY)133,306,850 (equivalent to approximately RM81,050,565).

On 21 March 2019, YKT received the first payment of CNY 26,661,370 (equivalent to approximately RM16,215,000) as per payment schedule stipulated in the Agreement. On 25 October 2019, YKT officially handed over the properties to Guo Lane per agreed under the Relocation Compensation Agreement. In December 2019, YKT received second payment of CNY 66,653,425 (equivalent to approximately RM39,554,000) and in May 2020, YKT received final payment of CNY 39,992,055 (equivalent to approximately RM24,318,000) as per payment schedule stipulated in the Agreement. With the receipt of the final payment, the acceptance of the relocation compensation for the land is fully completed.

On 13 January 2020, the Company announced that it had entered into a Business Sale Agreement with SDM Precision Casting Sdn. Bhd. ("SDM") to purchase the Business of SDM for a total purchase consideration of RM5,385,900. The Company is currently conducting an operational due diligence as one of the conditions precedent to the Business Sale Agreement.

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

### B8. BORROWING AND DEBT SECURITIES

Save as disclosed below, there were no other borrowings or debt securities in the Group as at 30 June 2020.

	As At 30 Jun 20	As At 30 Sep 19
	RM'000	RM'000
<b>Long Term Borrowings</b>		
Lease liabilities	3,951	-
Total long term borrowings	<u>3,951</u>	<u>-</u>
<b>Short Term Borrowings</b>	<b>RM'000</b>	<b>RM'000</b>
Foreign currency trade loans (unsecured)	48,908	47,517
Lease liabilities	780	-
Total short term borrowings	<u>49,688</u>	<u>47,517</u>
<b>Total borrowings</b>	<u><u>53,639</u></u>	<u><u>47,517</u></u>

### 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 2019.

#### 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. The principal sum of the claim had been paid by a major shareholder of the Company.

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# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [713422 X])

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

### B11. DIVIDENDS

	In Respect of	
	Financial Year Ending 30 Sep 20 RM'000	Financial Year Ended 30 Sep 19 RM'000
Single Tier Interim Dividend of 0.5 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 27 Nov 2019 and paid on 8 Jan 2020 *	-	10,305

\* Being dividend declared for the results of financial year ended 30 September 2019, but paid and recognised in financial year ending 30 September 2020.

### B12. EARNINGS PER SHARE

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

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 20	30 Jun 19	30 Jun 20	30 Jun 19
Net (loss) / profit (RM '000)	3,143	(26,358)	11,487	(51,989)
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,071,042	2,060,912	2,066,986	2,060,912
Basic (loss) / earnings per share (Sen)	0.15	(1.28)	0.56	(2.52)
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,124,852	2,128,082	2,125,483	2,128,082
Diluted (loss) / earnings per share (Sen)	0.15	(1.24)	0.54	(2.44)

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# JCY International Berhad

(Incorporated in Malaysia - Company No. 200501031285 [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		Cumulative 9 months Ended	
	30 Jun 20	30 Jun 19	30 Jun 20	30 Jun 19
	RM'000	RM'000	RM'000	RM'000
<b>After charging:-</b>				
Interest Expense	455	610	1,418	1,938
Depreciation and Amortization	6,658	12,699	25,225	40,766
Foreign Exchange Loss (net)	-	-	-	-
Loss on disposal of property, plant and equipment / land use rights (net)	-	4,970	-	4,828
Property, plant and equipment written-off	-	260	6	1,670
Impairment loss	-	-	-	-
Inventory written down to NRV and obsolete inventory written-off	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>After crediting:-</b>				
Interest Income	794	972	3,300	2,493
Investment Income	380	432	1,176	1,256
Other Income	88	(42)	677	178
Foreign Exchange Gain (Net)	10,135	9,196	3,714	7,879
Gain on disposal of property, plant and equipment (Net)	<u>1,566</u>	<u>-</u>	<u>1,566</u>	<u>-</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 cumulative period ended 30 June 2020.

### By Order of the Board

Company Secretary  
18 August 2020