



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Fourth Quarter Ended 31 December 2007

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current	Preceding	Current	Preceding
		Year	Year	Year	Year
		Quarter	Corresponding	To date	Corresponding
		Quarter	Quarter		Period
		31 Dec 2007	31 Dec 2006	31 Dec 2007	31 Dec 2006
		RM'000	RM'000	RM'000	RM'000
Revenue		11,960	13,515	56,668	54,797
Cost of sales		(7,343)	(8,129)	(37,375)	(34,521)
Gross profit		<u>4,617</u>	<u>5,386</u>	<u>19,293</u>	<u>20,276</u>
Other operating income		30	131	200	498
Selling and distribution expenses		(317)	(147)	(1,889)	(1,429)
Administrative expenses		(1,067)	(1,897)	(4,978)	(5,098)
Other operating expenses		(428)	(41)	(474)	(64)
Finance costs		77	13	(109)	(380)
Profit before taxation		<u>2,912</u>	<u>3,445</u>	<u>12,043</u>	<u>13,803</u>
Taxation	B5	(819)	(1,456)	(1,367)	(2,671)
Profit after taxation		<u>2,093</u>	<u>1,989</u>	<u>10,676</u>	<u>11,132</u>
Earnings per share (sen):					
Basic	B12 (a)	0.35	0.44	2.09	2.78
Diluted	B12 (b)	0.34	N/A	2.02	N/A

Note:

The unaudited condensed consolidated income statement should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2006.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED BALANCE SHEET

For The Fourth Quarter Ended 31 December 2007

(The figures have not been audited)

	Current year quarter 31 Dec 2007 RM'000	Audited 31 Dec 2006 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	51,793	48,356
Investment property	115	118
Available for sale investment	50	50
	<u>51,958</u>	<u>48,524</u>
CURRENT ASSETS		
Inventories	20,236	14,143
Trade receivables	4,227	4,948
Other receivables, prepayments and deposits	1,570	1,588
Tax recoverable	524	187
Cash and bank balances	12,429	15,548
	<u>38,986</u>	<u>36,414</u>
TOTAL ASSETS	<u>90,944</u>	<u>84,938</u>
EQUITY AND LIABILITIES		
Equity Attributable to Equity Holders of the Company		
Share capital	60,404	45,000
Share premium	58	4,466
Revaluation reserve	1,277	1,249
Foreign exchange reserve	(484)	(549)
Share option reserve	264	348
Retained profits	16,168	17,201
SHAREHOLDERS' FUNDS	<u>77,687</u>	<u>67,715</u>
NON-CURRENT LIABILITIES		
Hire purchase payables	-	-
Term loan - long term	157	1,282
Deferred tax liabilities	4,674	3,747
	<u>4,831</u>	<u>5,029</u>
CURRENT LIABILITIES		
Trade payables	5,277	6,373
Other payables and accruals	1,416	1,637
Amount due to directors	305	876
Short term borrowings	1,428	3,074
Provision for taxation	-	234
	<u>8,426</u>	<u>12,194</u>
TOTAL LIABILITIES	<u>13,257</u>	<u>17,223</u>
TOTAL EQUITY AND LIABILITIES	<u>90,944</u>	<u>84,938</u>
Net Assets per share (RM)	<u>0.1286</u>	<u>0.1505</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

Note:

The unaudited condensed consolidated balance sheet should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2006.

Net assets per share as at 31 December 2007 is arrived at based on the Group's Net Assets of RM77.69 million over the number of ordinary shares of 604,036,600 shares of RM0.10 each. Net Assets per share as at 31 December 2006 was arrived at based on the Group's Net Assets of RM67.72 million over the number of ordinary shares of 450,000,000 shares of RM0.10 each.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
For The Fourth Quarter Ended 31 December 2007**

(The figures have not been audited)

	-----Non-distributable-----			-----Distributable-----			
	Share capital	Share premium	Revaluation reserve	Foreign exchange reserve	Share option reserve	Retained profit	Total
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>12 months ended 31 December 2006</u>							
At 1 January 2006 (audited)	7,000	-	1,075	4	-	16,020	24,099
Bonus issue I	7,700	-	-	-	-	(7,700)	-
Rights issue	15,700	-	-	-	-	-	15,700
Public issue	9,600	11,520	-	-	-	-	21,120
Listing expenses	-	(2,054)	-	-	-	-	(2,054)
Bonus issue II	5,000	(5,000)	-	-	-	-	-
Foreign exchange difference, representing net expense recognised directly in equity	-	-	-	(553)	-	-	(553)
Profit for the financial year	-	-	-	-	-	11,132	11,132
Surplus arising from revaluation of freehold land and building	-	-	174	-	-	-	174
Total recognised (expense)/income for the year	-	-	174	(553)	-	11,132	10,753
Dividends	-	-	-	-	-	(2,250)	(2,250)
Share options granted under ESOS	-	-	-	-	348	-	348
At 31 December 2006 (audited)	45,000	4,466	1,249	(549)	348	17,202	67,716
<u>12 months ended 31 December 2007</u>							
At 1 January 2007 (audited)	45,000	4,466	1,249	(549)	348	17,202	67,716
Foreign exchange difference, representing net expense recognised directly in equity	-	-	-	65	-	-	65
Profit for the financial year	-	-	-	-	-	10,676	10,676
Surplus arising from revaluation of freehold land and building	-	-	28	-	-	-	28
Total recognised (expense)/income for the year	-	-	28	65	-	10,676	10,769
Dividend paid	-	-	-	-	-	(1,350)	(1,350)
Share options granted under ESOS	-	43	-	-	(84)	-	(41)
Issue of shares							
- ESOS exercised	311	-	-	-	-	-	311
- Share premium from ESOS	-	282	-	-	-	-	282
- Bonus issue	15,093	(4,733)	-	-	-	(10,360)	-
At 31 December 2007	60,404	58	1,277	(484)	264	16,168	77,687

Note:

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2006.

**JADI IMAGING HOLDINGS BERHAD (526319 - P)****CONDENSED CONSOLIDATED CASHFLOW STATEMENT**

For The Fourth Quarter Ended 31 December 2007

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding	Current	Preceding
	Year	Year	Year	Year
	Quarter	Corresponding	To date	Corresponding
	31 Dec 2007	31 Dec 2006	31 Dec 2007	31 Dec 2006
Note	RM'000	RM'000	RM'000	RM'000
CASHFLOWS FROM OPERATING ACTIVITIES				
Profit before taxation	2,912	3,445	12,043	13,803
Adjustments for:				
Depreciation	1,208	1,006	5,199	3,433
Amortisation of investment property	-	2	2	2
Goodwill written off	-	16	-	16
Share options granted under ESOS	(197)	348	(40)	348
Interest expense	(77)	103	109	377
Interest income	(70)	(59)	(215)	(414)
Operating profit before working capital changes	3,776	4,861	17,098	17,565
Inventories	(2,512)	(1,678)	(6,093)	(5,554)
Receivables	6,610	15,041	739	53
Payables	(2,169)	(1,400)	(1,888)	1,522
Cash generated from operations	5,705	16,824	9,856	13,586
Interest paid	77	(103)	(109)	(478)
Tax paid	(189)	15	(983)	(657)
Net cash generated from operating activities	5,593	16,736	8,764	12,451
CASHFLOWS FROM INVESTING ACTIVITIES				
Interest received	70	59	215	414
Purchase of property, plant and equipment	(2,325)	(17,247)	(8,635)	(27,179)
Net cash used in investing activities	(2,255)	(17,188)	(8,420)	(26,765)
CASHFLOWS FROM FINANCING ACTIVITIES				
Repayment of bankers' acceptance	-	-	-	(400)
Repayment of term loan	(299)	(246)	(1,091)	(991)
Repayment of hire purchase	(88)	(992)	(1,679)	(3,908)
Proceeds from issuance of ordinary shares	-	-	-	36,820
Proceeds from issuance of shares under ESOS	49	-	593	-
Payment of listing expenses	-	-	-	(2,054)
Dividend paid	-	-	(1,350)	(2,250)
Net cash generated from financing activities	(338)	(1,238)	(3,527)	27,217
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,000	(1,690)	(3,183)	12,903
EFFECTS OF CHANGES IN FOREIGN EXCHANGE	(80)	(478)	64	(53)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER	9,509	17,716	15,548	2,698
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	A15 12,429	15,548	12,429	15,548

**JADI IMAGING HOLDINGS BERHAD (526319 - P)****Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 31 December 2007 and is to be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2006.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

A NOTES TO THE INTERIM FINANCIAL REPORT

A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in the Financial Reporting Standards ("FRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2006. These explanatory notes attached to the interim financial statements 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 31 December 2006.

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the 2006 annual financial statements.

A2 Audit report of preceding annual financial statements

The preceding year annual audited financial statements for the financial year ended 31 December 2006 were not subjected to any qualification.

A3 Seasonal or cyclical factors

The Group's operations are normally affected by seasonal factors occurring in certain periods of the financial year, such as major festivals and holidays especially during the end of the year.

A4 Unusual items affecting assets, liabilities, equity, net income or cash flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

A5 Material changes in estimates

There were no changes in estimates of amounts which have a material effect in the current quarter under review.

A6 Debt and equity securities

There were no issuances, cancellations, repurchases, resale and repayment of debt and equity securities, share buy backs, share cancellation, shares held as treasury share and resale of treasury shares for the current quarter under review.

A7 Dividend paid

No dividend was paid during the quarter under review.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)

A8 Segmental information

Segmental information for the Group by geographical segment is presented as follows:

	Current quarter	Current year to date
	31 Dec 2007	31 Dec 2007
	RM'000	RM'000
<u>Segment Revenue</u>		
Malaysia	9,537	46,248
China	2,423	10,420
	<u>11,960</u>	<u>56,668</u>
<u>Segment Results</u>		
Malaysia	1,504	8,376
China	589	2,300
Profit from operations	<u>2,093</u>	<u>10,676</u>

Disclosure of segmental information of the Group by business segment is not presented as the Group is primarily engaged in only one business segment which is the manufacturing of toners.

A9 Valuation of property, plant and equipment

There was no valuation of the property, plant and equipment in the current quarter under review. The valuation of property, plant and equipment have been brought forward without amendments from the financial statements for the financial year ended 31 December 2006.

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the end of this quarter.

A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the quarter under review.

A12 Contingent liabilities

The Directors are of the opinion that the Group has no contingent liabilities which, upon crystallisation would have a material impact on the financial position and business of the Group as at 18 February 2008 (the latest practicable date which is not earlier than 7 days from the date of issue of this financial results).



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)

A13 Capital commitments

Capital expenditure of the Group approved by the Directors but not provided for in the condensed financial statements are as follows:

Approved and contracted for:

Modification of Toner Plant No.1 to Colour Toner Plant

**Current year
to-date
31 Dec 2007
RM'000**

4,365

A14 Significant related party transactions

There was no significant related party transaction for this quarter.

A15 Cash and cash equivalents

Cash in hand

Cash at banks

Short term deposit

**Current year
to-date
31 Dec 2007
RM'000**

24

5,462

6,943

12,429



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QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS

B1 Review of performance

For the current quarter ended 31 December 2007, the Group recorded a revenue of RM11.96 million against RM13.52 million in the corresponding quarter ended 31 December 2006, a decrease of RM1.56 million or 11.5%. The profit before taxation for the Group decreased by RM0.54 million or 15.5% to RM2.91 million compared to RM3.45 million in the corresponding quarter ended 31 December 2006 due mainly to the higher depreciation charges and increased overheads incurred for the fifth production line which commenced production in December 2006, the appreciation of the Malaysian Ringgit against the US Dollar thus negatively affecting our sales revenue, and the higher expenses incurred to promote sales with the increase in production capacity.

B2 Variation of results against preceding quarter

The Group recorded a revenue of RM11.96 million for the current quarter under review against RM15.75 in the preceding quarter, a decrease of RM3.79 million or 24.1% due mainly to the lower sales demand in this seasonal quarter. The profit before tax of RM2.91 million was marginally lower by RM0.1 million or 2.0% compared to the RM2.97 million achieved in the preceding quarter due mainly to the lower administrative and selling & distribution expenses.

The profit after tax of RM2.09 million was lower by RM0.76 million or 26.6% compared to the RM2.85 million achieved in the preceding quarter due mainly to the higher provision for deferred taxation amounting to RM0.96 million compared to the provision of RM0.12 million only in the preceding quarter. The higher provision for deferred taxation arose due mainly from an accelerated capital allowances over depreciation of qualifying plant and equipment for the current quarter under review.

B3 Prospects

The Board expects the year 2008 to remain challenging for the Group. As export revenue accounts for the bulk of the Group's total revenue and all the Group's exports are quoted in US Dollars, the appreciation of the Malaysian Ringgit against the US Dollar will continue to erode the Group's revenue and squeeze its profit margins. Further, the appreciation of the Japanese Yen against the Malaysian Ringgit is also expected to increase the Group's production cost as the main raw material used by the Group, resin, is imported from Japan.

To mitigate these negative developments, the Group will continue with its ongoing efforts to enhance productivity and efficiency, expand its customer base and increase sales, especially of higher value products with higher margins including color toners. In addition, the Group will continue to maintain a natural hedge against currency fluctuations by matching its trade receipts which are mainly denominated in US Dollars with the settlement of trade payables on raw material purchases which are transacted in US Dollars and Japanese Yen. The Group will also continue to monitor its foreign exchange exposure closely and take the necessary steps to minimize its exposure whenever appropriate.

The strengthening Japanese Yen affects not only the Group but also the Group's major competitors throughout the world as resin manufacturers in Japan are their main suppliers as well. Thus, it has not affected the Group's competitive position in the global market. On the contrary, as Japanese toner manufacturers are the Group's main competitors, the Board expects the strengthening Japanese Yen to improve the Group's competitive position.

B4 Profit forecast and profit guarantee

No profit forecast or profit guarantee has been issued by the Group.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

B5 Taxation

	Current quarter	Current year to date
	31 Dec 2007	31 Dec 2007
	RM'000	RM'000
Income tax	(31)	412
Deferred tax	850	955
	819	1,367

Tax expense for the current quarter ended 31 December 2007 is derived based on management's best estimate of the tax rate for the year. The deferred tax liabilities arose from accelerated capital allowances over depreciation of qualifying plant and equipment and the effect arising from the revaluation of freehold land and building. The effective tax rate for the period presented above is lower than the statutory tax rate principally due to the tax savings arising from the investment allowances available.

B6 Unquoted investments and properties

There were no changes in the unquoted investments and properties of the Group during the current quarter under review.

B7 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter under review.

B8 Group's borrowings and debt securities

As at 31 December 2007, the Group had total borrowings of approximately RM1.59 million, details of which are set out below:

Interest bearing borrowings:	RM'000
<i>Short term borrowings</i>	
Term loan	1,166
Hire purchase	262
<i>Long term borrowings</i>	
Term loan	157
Hire purchase	-
Total	1,585

The borrowings of the Group as at 31 December 2007 comprise a hire purchase of RM0.26 million and a term loan of RM1.33 million of which RM1.17 million is short term and RM0.16 million is long term.

As at 31 December 2007, the Group does not have any foreign currency denominated borrowings.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

B9 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk applicable to the Group as at the date of this announcement.

B10 Material litigation

Neither the Company nor its subsidiary companies is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary companies.

B11 Dividends

No dividend was recommended for the quarter under review as the Board decided to conserve cashflow for future expansion.

B12 Earnings per share

	Current Quarter 31 Dec 2007 RM'000	Current Year To date 31 Dec 2007 RM'000
(a) Basic earnings per share		
Profit after taxation (RM'000)	2,093	10,676
Weighted average number of shares in issue ('000)	603,924	511,396
Basic earnings per share (sen)	0.35	2.09
(b) Diluted earnings per share		
Profit after taxation (RM'000)	2,093	10,676
Weighted average number of shares in issue ('000)	621,920	529,392
Diluted earnings per share (sen)	0.34	2.02



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2007

B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD'S LISTING REQUIREMENTS (Cont'd)

B13 Status of corporate proposals

There were no pending corporate proposals.

B14 Utilisation of IPO proceeds

The proceeds raised during the IPO were approved for the following activities and the status on the funds utilisation as at 25 February 2008 is summarised as follows:

	Approved utilisation RM'000	Amount utilised RM'000	Utilised from working capital* RM'000	Expected time frame Balance for full utilisation RM'000
Acquisition of a new factory	6,000	(5,858)	-	142 By mid 2008
Acquisition of new production lines	20,000	(20,000)	-	- Fully utilised
Estimated listing expenses*	1,600	(2,054)	454	- Fully utilised
Working capital*	7,792	(7,338)	(454)	- Fully utilised
	<u>35,392</u>	<u>(35,250)</u>	<u>-</u>	<u>142</u>

* Actual expenses for the listing exercise amounted to RM2.054 million. As stated in the Company's prospectus dated 27 March 2006, the additional RM454,000 has been funded out of the portion allocated for working capital.

B15 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors dated 25 February 2008.

Jadi Imaging Holdings Berhad

25 February 2008