



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED INCOME STATEMENT

For The Second Quarter Ended 30 June 2011

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Period
		30 Jun 2011 RM'000	30 Jun 2010 RM'000	30 Jun 2011 RM'000	30 Jun 2010 RM'000
Revenue	A8	23,986	27,259	46,885	52,160
Cost of sales		(19,169)	(18,630)	(37,439)	(36,075)
Gross profit		4,817	8,629	9,446	16,085
Other income		391	552	883	698
Selling and distribution expenses		(795)	(1,002)	(1,721)	(1,851)
Administrative expenses		(1,399)	(1,748)	(2,661)	(3,453)
Other expenses		(398)	(666)	(830)	(1,267)
Finance costs		(155)	(87)	(296)	(197)
Profit before taxation		2,461	5,678	4,821	10,015
Income tax expense	B5	(353)	(540)	(676)	(1,192)
Profit after taxation		2,108	5,138	4,145	8,823
Other comprehensive income/(loss):					
Exchange translation differences		382	25	102	(1,414)
Total comprehensive income		2,490	5,163	4,247	7,409
Profit attributable to:					
Equity holders of the Company		2,108	5,138	4,145	8,823
Total comprehensive income attributable to:					
Equity holders of the Company		2,490	5,163	4,247	7,409
Earnings per share (sen):					
Basic	B13	0.30	0.61	0.59	2.05
Diluted	B13	0.27	0.60	0.52	1.82

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 2010.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED BALANCE SHEET

For The Second Quarter Ended 30 June 2011

(The figures have not been audited)

	Current year Quarter 30 Jun 2011 RM'000	Audited 31 Dec 2010 RM'000
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	95,030	95,195
Investment property	107	108
Other investment	50	50
	<u>95,187</u>	<u>95,353</u>
CURRENT ASSETS		
Inventories	30,258	36,224
Trade receivables	14,178	10,236
Other receivables, prepayments and deposits	7,050	5,052
Derivative financial instruments	B9 6	176
Tax recoverable	562	485
Fixed deposits with licensed banks	3,038	2,499
Cash and bank balances	5,802	5,066
	<u>60,894</u>	<u>59,738</u>
TOTAL ASSETS	<u>156,081</u>	<u>155,091</u>
EQUITY AND LIABILITIES		
EQUITY		
Share capital	70,631	69,665
Treasury shares	(22)	(22)
Share premium	7,622	7,286
Revaluation reserve	1,933	1,933
Foreign exchange reserve	(497)	(599)
Share option reserve	-	140
Retained profits	40,668	36,523
TOTAL EQUITY	<u>120,335</u>	<u>114,926</u>
NON-CURRENT LIABILITIES		
Long-term borrowings	B8 6,116	4,018
Deferred tax liabilities	5,697	5,718
	<u>11,813</u>	<u>9,736</u>
CURRENT LIABILITIES		
Trade payables	8,316	12,226
Other payables and accruals	2,965	5,266
Amount due to directors	49	225
Short-term borrowings	B8 12,374	12,516
Provision for taxation	229	196
	<u>23,933</u>	<u>30,429</u>
TOTAL LIABILITIES	<u>35,746</u>	<u>40,165</u>
TOTAL EQUITY AND LIABILITIES	<u>156,081</u>	<u>155,091</u>
Net assets per ordinary share (RM)	<u>0.17</u>	<u>0.16</u>

Note:

Net assets per share as at 30 June 2011 is arrived at based on the Group's Net Assets of RM120.34 million over the number of ordinary shares in issue (excluding treasury shares) of 706,188,777 shares of RM0.10 each. Net Assets per share as at 31 December 2010 was arrived at based on the Group's Net Assets of RM114.93 million over the number of ordinary shares in issue (excluding treasury shares) of 696,533,677 shares of RM0.10 each.

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 2010.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For The Second Quarter Ended 30 June 2011

(The figures have not been audited)

	<-----Non-distributable----->					<-Distributable->		
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign Exchange Reserve RM'000	Share option Reserve RM'000	Retained profits RM'000	Total RM'000
<u>12 months ended 31 December 2010 (audited)</u>								
At 1 January 2010 (audited)	60,935	(1,051)	375	1,933	1,661	438	27,815	92,106
Total comprehensive income	-	-	-	-	(2,260)	-	13,246	10,986
Corporate exercises expenses	-	-	(424)	-	-	-	-	(424)
ESOS exercised	2,581	-	1,579	-	-	(366)	-	3,794
Private placement	6,146	-	6,146	-	-	-	-	12,292
Warrant conversion	3	-	2	-	-	-	-	5
Share options granted under ESOS	-	-	-	-	-	42	-	42
Share options granted under Free Warrant	-	-	-	-	-	26	-	26
Distribution of treasury shares	-	1,029	(392)	-	-	-	(637)	-
Dividend	-	-	-	-	-	-	(3,901)	(3,901)
At 31 December 2010	<u>69,665</u>	<u>(22)</u>	<u>7,286</u>	<u>1,933</u>	<u>(599)</u>	<u>140</u>	<u>36,523</u>	<u>114,926</u>
<u>6 months ended 30 June 2011</u>								
At 1 January 2011 (audited)	69,665	(22)	7,286	1,933	(599)	140	36,523	114,926
Total comprehensive income	-	-	-	-	102	-	4,145	4,247
Allotment fee expenses - warrant	-	-	(15)	-	-	-	-	(15)
ESOS exercised	966	-	351	-	-	(140)	-	1,177
Private placement	-	-	-	-	-	-	-	-
Warrant conversion	-	-	-	-	-	-	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	-
Share options granted under Free Warrant	-	-	-	-	-	-	-	-
Distribution of treasury shares	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	-	-
At 30 June 2011	<u>70,631</u>	<u>(22)</u>	<u>7,622</u>	<u>1,933</u>	<u>(497)</u>	<u>-</u>	<u>40,668</u>	<u>120,335</u>

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 2010.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

CONDENSED CONSOLIDATED CASHFLOW STATEMENT

For The Second Quarter Ended 30 June 2011

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER		
		Current Year	Preceding Year	Current Year	Preceding Year
	Note	30 Jun 2011	30 Jun 2010	30 Jun 2011	30 Jun 2010
		RM'000	RM'000	RM'000	RM'000
CASHFLOWS FROM OPERATING ACTIVITIES					
Profit before taxation		2,461	5,678	4,821	10,015
Adjustments for:					
Allowance for slow moving stock		(76)	-	-	150
Depreciation		2,245	1,814	4,295	3,574
Plant & equipment written off		-	13	-	13
Interest expense		155	87	296	197
Unrealised loss on foreign exchange		(136)	135	(8)	273
Loss on disposal of equipment		127	(440)	128	(440)
Interest income		(17)	(21)	(40)	(49)
Others		9	6	21	42
Operating profit before working capital changes		4,768	7,272	9,513	13,775
Inventories		2,104	(4,745)	5,994	(8,877)
Receivables		(3,652)	(4,665)	(5,842)	(7,368)
Payables		243	3,042	(6,265)	5,273
Derivative financial instruments		84	-	171	(98)
Cash generated from operations		3,547	904	3,571	2,705
Interest paid		(158)	(148)	(349)	(311)
Tax paid		(463)	(416)	(743)	(838)
Net cash generated from operating activities		2,926	340	2,479	1,556
CASHFLOWS FOR INVESTING ACTIVITIES					
Interest received		17	21	40	49
Proceeds from disposal of plant & equipment		-	458	-	480
Purchase of property, plant and equipment		(1,340)	(11,325)	(4,180)	(13,116)
Net cash used in investing activities		(1,323)	(10,846)	(4,140)	(12,587)
CASHFLOWS FOR FINANCING ACTIVITIES					
Repayment of revolving credit		-	-	-	1,500
Drawdown of term loan		2,364	1,063	4,179	1,063
Net proceeds from issuance of shares		978	500	1,162	607
Dividend paid		-	-	-	(1,812)
Repayment of hire purchase		(464)	(551)	(1,025)	(1,062)
Repayment of term loan		(614)	-	(1,198)	-
Repayment to directors		21	-	(176)	-
Net cash generated from financing activities		2,285	1,012	2,942	296
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		3,888	(9,494)	1,281	(10,735)
EFFECTS OF CHANGES IN FOREIGN EXCHANGE		50	200	(6)	(77)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER		4,902	16,051	7,565	17,569
CASH AND CASH EQUIVALENTS AT END OF THE QUARTER	A15	8,840	6,757	8,840	6,757

Note:

This is prepared based on the consolidated results of the Group for the financial year ended 30 June 2011 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 2010.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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 2010. 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 2010.

The interim financial statements have been prepared in accordance with the same accounting standards and interpretations (including the consequential amendments) adopted in the 2010 annual financial statements, except for the adoption of the following:

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
FRS 1 (Revised) First-time Adoption of Financial Reporting Standards	1 July 2010
FRS 3 (Revised) Business Combinations	1 July 2010
FRS 127 (Revised) Consolidated and Separate Financial Statements	1 July 2010
Amendment to FRS 1: Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters	1 January 2011
Amendments to FRS 1: Additional Exemptions for First-time Adopters	1 January 2011
Amendments to FRS 1 (Revised) : First-time Adoption of Financial Reporting Standards	1 January 2011
Amendments to FRS 2: Scope of FRS 2 and FRS 3 (Revised)	1 July 2010
Amendments to FRS 2: Group Cash-settled Share-based Payment Transactions	1 January 2011
Amendments to FRS 3 (Revised) : Business Combinations	1 January 2011
Amendments to FRS 5: Plan to Sell the Controlling Interest in a Subsidiary	1 July 2010
Amendments to FRS 7: Improving Disclosures about Financial Instruments	1 January 2011
Amendments to FRS 7: Financial Instruments Disclosures	1 January 2011
Amendments to FRS 101: Presentation of Financial Statements	1 January 2011
Amendments to FRS 121: The Effects of Changes in Foreign Exchange Rates	1 January 2011
Amendments to FRS 132 Financial Instruments: Presentation	1 January 2011
Amendments to FRS 134 Interim Financial Reporting	1 January 2011
Amendments to FRS 138: Consequential Amendments Arising from Revised FRS 3 (Revised)	1 July 2010
Amendments to FRS 139 Financial Instruments: Recognition and Measurement	1 January 2011
Amendments to IC Interpretation 9: Scope of IC Interpretation 9 and Revised FRS 3 (2010)	1 July 2010
Amendments to IC Interpretation 13 Customer Loyalty Programmes	1 January 2011
IC Interpretation 4 Determining Whether An Arrangement Contains a Lease	1 January 2011
IC Interpretation 12 Service Concession Arrangements	1 July 2010
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation	1 July 2010
IC Interpretation 17 Distributions of Non-cash Assets to Owners	1 July 2010
IC Interpretation 18 Transfers of Assets from Customers	1 January 2011
Annual Improvements to FRSs (2010)	1 January 2011



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

A1 Basis of preparation (Cont'd)

- (a) The adoption of the above accounting standards and interpretations (including the consequential amendments) did not have any material impact on the Group's financial statements, other than the following:

- (i) FRS 101 (Revised) introduces the statement of comprehensive income, with all items of income and expense recognised in profit or loss, together with all other items of recognised income and expense recognised directly in equity, either in one single statement, or in two linked statements. The Group has elected to present this statement as one single statement.

The revised standard also separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented in the statement of comprehensive income as other comprehensive income.

In addition, a statement of financial position is required at the beginning of the earliest comparative period following a change in accounting policy, the correction of an error or the classification of items in the statement.

- (ii) FRS 101 (Revised) also requires the Group to make new disclosures to enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

Comparative information has been re-presented so that it is in conformity with the requirements of this revised standard.

- (iii) The Group has adopted the amendments to FRS 117 - Leases pursuant to the Annual Improvements to FRSs (2009). The Group has reassessed and determined that all the leasehold land of the Company are in substance finance leases and have reclassified the leasehold land to property, plant and equipment. The change in accounting policy has been made retrospectively in accordance with the transitional provisions of the amendments.

- (b) The Group has not applied in advance the following accounting standards and interpretations (including the consequential amendments) that have been issued by the Malaysian Accounting Standards Board ("MASB") but are not yet effective for the current financial year:-

FRSs and IC Interpretations (including the Consequential Amendments)	Effective date
FRS 124 (Revised) Related Party Disclosures	1 January 2012
Amendments to IC Interpretation 14: Prepayments of a Minimum Funding Requirement	1 July 2011
IC Interpretation 15 Agreements for the Construction of Real Estate	1 January 2012
IC Interpretation 19 Extinguishing Financial Liabilities with Equity Instruments	1 July 2011

The above accounting standards and interpretations (including the consequential amendments) are not relevant to the Group's operations except as follows:-

- (i) FRS 3 (Revised) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. In addition, all transaction costs, other than share and debt issue costs, will be expensed as incurred. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting for future transactions or arrangements.
- (ii) FRS 127 (Revised) requires accounting for changes in ownership interests by the group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When the group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The revised standard also requires all losses attributable to the minority interest to be absorbed by the minority interest instead of by the parent. The Group will apply the major changes of FRS 127 (Revised) prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial year but may impact the accounting its future transactions or arrangements.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

A2 Audit report of preceding annual financial statements

The preceding year annual audited financial statements for the financial year ended 31 December 2010 were not subjected to any audit qualification.

A3 Seasonal or cyclical factors

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

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 reported in prior interim period or financial year which have a material effect in the current quarter under review.

A6 Debt and equity securities

During the current quarter under review, the Company issued 8,025,100 new ordinary shares of RM0.10 each for cash at RM0.122 pursuant to the Company's Share Option Scheme.

Except for the above, there were no other issuance, cancellation, repurchases, resales and repayments of debts and equity securities during the period under review.

A7 Dividend paid

There were no dividends paid during the current quarter under review.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

A8 Segmental information

Current quarter 30 June 2011

	Manufacturing	Investment Holding	Elimination	Group
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Revenue from external customers	23,986	-	-	23,986
Interest income	-	-	-	-
	<u>23,986</u>	<u>-</u>	<u>-</u>	<u>23,986</u>

<u>Results</u>				
Segment results	2,349	(168)	418	2,599
Other unallocated corporate expenses				-
Interest expense				(155)
Interest income				17
Profit before taxation				<u>2,461</u>
Income tax expense				(353)
Profit after taxation				<u>2,108</u>

	Malaysia	China	USA	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>					
Revenue from external customers	18,027	5,959	-	-	23,986
Interest income	-	-	-	-	-
	<u>18,027</u>	<u>5,959</u>	<u>-</u>	<u>-</u>	<u>23,986</u>

<u>Results</u>					
Segment results	1,806	375	-	418	2,599
Other unallocated corporate expenses					-
Interest expense					(155)
Interest income					17
Profit before taxation					<u>2,461</u>
Income tax expense					(353)
Profit after taxation					<u>2,108</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

A8 Segmental information (Cont'd)

Current year to date 30 June 2011

	Manufacturing	Investment Holding	Elimination	Group
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Revenue from external customers	46,885	-	-	46,885
Interest income	-	-	-	-
	46,885	-	-	46,885

Results

Segment results	4,983	(296)	390	5,077
Other unallocated corporate expenses				-
Interest expense				(296)
Interest income				40
Profit before taxation				4,821
Income tax expense				(676)
Profit after taxation				4,145

	Malaysia	China	USA	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>					
Revenue from external customers	35,777	11,108	-	-	46,885
Interest income	-	-	-	-	-
	35,777	11,108	-	-	46,885

Results

Segment results	3,914	777	(4)	390	5,077
Other unallocated corporate expenses					-
Interest expense					(296)
Interest income					40
Profit before taxation					4,821
Income tax expense					(676)
Profit after taxation					4,145

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 has been brought forward without amendments from the financial statements for the financial year ended 31 December 2010.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

A10 Material events subsequent to the end of the quarter

There were no material events subsequent to the end of this quarter that have not been reflected in the financial statements for the current quarter under review.

A11 Changes in the composition of the Group

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

A12 Changes in contingent liabilities or contingent assets

The Directors are of the opinion that there were no changes in contingent liabilities or contingent assets since the last annual balance sheet date which, upon crystallisation would have a material impact on the financial position and business of the Group as at 16 August 2011 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

A13 Capital commitments

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

	Current year To date 30 June 2011 RM'000
Approved and contracted for:	
Construction of factory cum warehouse	708
Purchase of plant & equipment	965
	<u>1,673</u>

A14 Significant related party transactions

There was no significant related party transaction for the current quarter under review.

A15 Cash and cash equivalents

	Current year To date 30 June 2011 RM'000
Cash and bank balances	5,802
Fixed deposits with licensed banks	3,038
	<u>8,840</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

B1 Review of performance

For the current quarter ended 30 June 2011, the Group recorded a lower revenue of RM23.99 million as compared to RM27.26 million for the quarter ended 30 June 2010 due to slight decline in sales volume for black toner. Lower sales volume for black toner is mainly resulted from the increased prices to absorb the higher cost of production. The decrease in revenue was further compounded by the further strengthening of Malaysian Ringgit against US Dollar.

Profit before taxation for the Group decreased by 56.7% or RM3.22 million to RM2.46 million compared to RM5.68 million for the corresponding quarter ended 30 June 2010, mainly contributed by the decrease in revenue and increase in production cost arising from the installation of new lines and higher material costs. Malaysian Ringgit has surged approximately 8.35% against US Dollar as compared to the quarter ended 30 June 2010.

B2 Variation of results against preceding quarter

The Group recorded revenue of RM23.99 million for the current quarter under review against RM22.90 in the preceding quarter ended 31 March 2011, an increase of 4.76% or RM1.09 million. The increase was mainly due to higher sales volume of both black and colour toner attributed to the normalisation of sales, since the slow down in the world economy and natural disasters which occurred in the second half of year 2010 coupled with the natural disaster in Japan occurred in the previous quarter.

Profit before tax increased by 4.24% or RM0.1 million to RM2.46 million as compared to RM2.36 million in the preceding quarter ended 31 March 2011. Profit before tax improved due to higher productivity and lower operating expenses incurred for the quarter under review.

B3 Prospects

Amidst the highly uncertain global economies, particularly in the United States and Europe; rising material cost as a result of the Japanese earthquake/ tsunami in March; appreciation of Japanese Yen as well as the weakening of US Dollar against the Malaysian Ringgit, the Group remains cautious and will continuously manage risks to sustain its sales volume moving forward. The Group also aims to penetrate new market segments by developing more niche and high value products, and embark on a differentiation strategy to promote its environmentally-friendly Palmotone Colour Chemically Produced Toner.

B4 Profit forecast and profit guarantee

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

B5 Income tax expense

	Current quarter 30 June 2011 RM'000	Current year To date 30 June 2011 RM'000
Income tax		
Current year	543	597
Under provision in prior years	101	101
Deferred tax expense		
Current year	(291)	(22)
	353	676

The effective tax rate for the current quarter is lower than the statutory tax rate principally due to tax savings arising from tax incentive and tax allowance available.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

B6 Profit/(Loss) on sale of unquoted investments and/or properties

There were no sale of unquoted investments and/or properties 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 30 June 2011, the Group had total borrowings of approximately RM18.5 million, details of which are set out below:

Interest bearing borrowings:	RM'000
<i>Short term borrowings</i>	
Unsecured:	
Revolving credit	7,000
Secured:	
Term loan	4,790
Hire purchase	584
	<u>12,374</u>
<i>Long term borrowings</i>	
Secured:	
Term loan	5,715
Hire purchase	401
	<u>6,116</u>
Total	<u>18,490</u>

As at 30 June 2011, the Group does not have any foreign currency denominated borrowings.

B9 Derivatives

As at 30 June 2011, the Group had outstanding derivatives, details of which are set out below:

Type of Derivatives	Notional Value	Fair value Assets
	RM'000	RM'000
Option foreign currency contracts - less than 1 year	912	6
	<u>912</u>	<u>6</u>

B10 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.

B11 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.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2011

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

B12 Dividends

The Board of Directors do not recommend the payment of any dividend for the current quarter under review.

B13 Earnings per share

	Current Quarter 30 June 2011	Current Year to date 30 June 2011
<i>(a) Basic earnings per share</i>		
Profit attributable to ordinary equity holders of the Company (RM'000)	2,108	4,145
Issued ordinary shares at 1 April 2011 / 1 January 2011 ('000)	698,164	696,534
Effect of distribution of treasury shares ('000)	-	-
Effect of employee share option scheme ('000)	7,316	4,507
Effect of private placement ('000)	-	-
Effect of warrant conversion ('000)	-	-
Weighted average number of ordinary shares in issue ('000)	<u>705,480</u>	<u>701,041</u>
Basic earnings per share (sen)	<u>0.30</u>	<u>0.59</u>
<i>(b) Diluted earnings per share</i>		
Profit attributable to ordinary equity holders of the Company (RM'000)	2,108	4,145
Weighted average number of ordinary shares for basic earnings per share ('000)	705,480	701,041
Effect of dilution under employee share option scheme ('000)	-	-
Effect of dilution under warrant conversion ('000)	77,912	88,582
Weighted average number of ordinary shares in issue ('000)	<u>783,392</u>	<u>789,623</u>
Diluted earnings per share (sen)	<u>0.27</u>	<u>0.52</u>

B14 Status of corporate proposals

There were no pending corporate proposals.



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

B15 Realised and unrealised profits/losses disclosure

The breakdown of the retained profits of the Group as at the end of the reporting period into realised and unrealised profits are presented in accordance with the directive issued by Bursa Malaysia Securities Berhad and prepared in accordance with Guidance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosure Pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants, as follows:-

	As at 30 June 2011 RM'000	As at 31 Mar 2011 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	45,539	43,779
- Unrealised	(5,488)	(5,491)
	<hr/> 40,051	<hr/> 38,288
Less: Consolidation adjustments	617	272
	<hr/> 40,668	<hr/> 38,560

B16 Authorisation for issue

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

Jadi Imaging Holdings Berhad

23 August 2011