



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

**CONDENSED CONSOLIDATED INCOME STATEMENT**

**For The Fourth Quarter Ended 31 December 2012**

(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
		31 Dec 2012 RM'000	31 Dec 2011 RM'000	31 Dec 2012 RM'000	31 Dec 2011 RM'000
Revenue	A8	17,987	16,722	77,690	86,679
Cost of sales		(15,941)	(15,637)	(68,105)	(72,845)
Gross profit		2,046	1,085	9,585	13,834
Other income		10	(605)	792	792
Selling and distribution expenses		(821)	(882)	(3,595)	(3,404)
Administrative expenses		(1,767)	(1,353)	(5,935)	(5,345)
Other expenses		-	(394)	(873)	(1,635)
Finance costs		(268)	(275)	(1,038)	(720)
<b>(Loss)/profit before taxation</b>		<b>(800)</b>	<b>(2,424)</b>	<b>(1,064)</b>	<b>3,522</b>
Income tax expense	B5	122	1,175	953	559
<b>(Loss)/profit after taxation</b>		<b>(678)</b>	<b>(1,249)</b>	<b>(111)</b>	<b>4,081</b>
Other comprehensive (loss)/income:					
Exchange translation differences		(938)	304	(806)	2,483
<b>Total comprehensive (loss)/income</b>		<b>(1,616)</b>	<b>(945)</b>	<b>(917)</b>	<b>6,564</b>
(Loss)/profit attributable to:					
Equity holders of the Company		(678)	(1,249)	(111)	4,081
Total comprehensive (loss)/income attributable to:					
Equity holders of the Company		(1,616)	(945)	(917)	6,564
<b>(Loss)/earnings per share (sen):</b>					
Basic	B10	(0.10)	(0.18)	(0.02)	0.58
Diluted	B10	(0.12)	(0.18)	(0.02)	0.51

**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 2011.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### CONDENSED CONSOLIDATED BALANCE SHEET

For The Fourth Quarter Ended 31 December 2012

(The figures have not been audited)

	<b>Current year Quarter 31 Dec 2012 RM'000</b>	<b>Audited 31 Dec 2011 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	108,694	102,295
Investment property	103	106
Other investment	50	50
	<u>108,847</u>	<u>102,451</u>
<b>CURRENT ASSETS</b>		
Inventories	28,851	33,545
Trade receivables	10,361	9,976
Other receivables, prepayments and deposits	1,453	2,244
Derivative financial instruments	B7 -	(372)
Tax recoverable	1,092	884
Fixed deposits with licensed banks	-	-
Cash and bank balances	7,550	5,240
	<u>49,307</u>	<u>51,517</u>
<b>TOTAL ASSETS</b>	<u>158,154</u>	<u>153,968</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	70,631	70,631
Treasury shares	(22)	(22)
Share premium	7,622	7,622
Revaluation reserve	1,933	1,933
Foreign exchange reserve	1,078	1,885
Share option reserve	-	-
Retained profits	39,081	40,604
<b>TOTAL EQUITY</b>	<u>120,323</u>	<u>122,653</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	B6 7,923	4,573
Deferred tax liabilities	3,361	4,530
	<u>11,284</u>	<u>9,103</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	2,700	7,467
Other payables and accruals	3,980	4,343
Amount due to directors	123	123
Short-term borrowings	B6 19,666	10,220
Provision for taxation	78	59
	<u>26,547</u>	<u>22,212</u>
<b>TOTAL LIABILITIES</b>	<u>37,831</u>	<u>31,315</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>158,154</u>	<u>153,968</u>
Net assets per ordinary share (RM)	<u>0.17</u>	<u>0.17</u>

**Note:**

Net assets per share as at 31 December 2012 is arrived at based on the Group's Net Assets of RM120.32 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 2011 was arrived at based on the Group's Net Assets of RM122.65 million over the number of ordinary shares in issue (excluding treasury shares) of 706,188,777 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 2011.



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

**CONDENSED CONSOLIDATED CASHFLOW STATEMENT**

**For The Fourth Quarter Ended 31 December 2012**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding	Current	Preceding
	Year	Year	Year	Year
Note	31 Dec 2012	31 Dec 2011	31 Dec 2012	31 Dec 2011
	RM'000	RM'000	RM'000	RM'000
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>				
(Loss)/profit before taxation	(800)	(2,424)	(1,064)	3,522
Adjustments for:				
Inventories written back	-	(49)	-	(49)
Inventories written down	1,463	1,023	1,463	1,023
Depreciation	2,418	2,393	9,962	9,007
Plant & equipment written off	-	-	-	-
Interest expense	268	274	1,038	720
Unrealised (gain)/loss on foreign exchange	(337)	(100)	(161)	(414)
Unrealised loss/(gain) on derivative	-	372	-	372
(Gain)/loss on disposal of equipment	-	(141)	3	(13)
Interest income	(5)	(19)	(17)	(72)
Others	11	(30)	44	2
Operating profit before working capital changes	3,018	1,299	11,268	14,098
Inventories	5,217	(536)	2,966	2,657
Receivables	7,314	8,386	449	4,005
Payables	(5,863)	(6,330)	(5,040)	(6,635)
Derivative financial instruments	226	-	(146)	177
Cash generated from operations	9,912	2,819	9,497	14,302
Interest paid	(268)	(274)	(1,038)	(840)
Tax paid	(24)	(61)	(405)	(1,173)
Net cash generated from operating activities	9,620	2,484	8,054	12,289
<b>CASHFLOWS FOR INVESTING ACTIVITIES</b>				
Interest received	5	19	17	72
Proceeds from disposal of plant & equipment	-	143	-	143
Purchase of property, plant and equipment	(11,761)	(5,014)	(17,011)	(14,311)
Net cash used in investing activities	(11,756)	(4,852)	(16,994)	(14,096)
<b>CASHFLOWS FOR FINANCING ACTIVITIES</b>				
Repayment of revolving credit	(2,500)	(1,500)	(2,500)	(1,500)
Drawdown of revolving credit	-	-	10,000	-
Drawdown of term loan	3,596	-	9,830	4,646
Net proceeds from issuance of shares	-	-	-	1,162
Dividend paid	-	-	(1,412)	-
Repayment of hire purchase	(35)	(203)	(251)	(1,427)
Repayment of term loan	(1,299)	(871)	(4,282)	(3,461)
Advances from/(repayment to) directors	61	49	-	(102)
Net cash (used in)/generated from financing activities	(177)	(2,525)	11,385	(682)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(2,313)	(4,893)	2,445	(2,489)
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	46	(267)	(135)	164
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>	9,817	10,400	5,240	7,565
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A15 7,550	5,240	7,550	5,240

**Note:**

This is prepared based on the consolidated results of the Group for the financial year ended 31 December 2012 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 2011.



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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The Fourth Quarter Ended 31 December 2012**

(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
<b><u>12 months ended 31 December 2011 (audited)</u></b>								
At 1 January 2011 (audited)	69,665	(22)	7,286	1,933	(599)	140	36,523	114,926
Total comprehensive income	-	-	-	-	2,484	-	4,081	6,565
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 31 December 2011	70,631	(22)	7,622	1,933	1,885	-	40,604	122,653
<b><u>12 months ended 31 December 2012</u></b>								
At 1 January 2012 (audited)	70,631	(22)	7,622	1,933	1,885	-	40,604	122,653
Total comprehensive (loss)/income	-	-	-	-	(807)	-	(111)	(918)
Allotment fee expenses - warrant	-	-	-	-	-	-	-	-
ESOS exercised	-	-	-	-	-	-	-	-
Private placement	-	-	-	-	-	-	-	-
Warrant conversion	-	-	-	-	-	-	-	-
Share options granted under ESOS	-	-	-	-	-	-	-	-
Share options granted under Free Warrant	-	-	-	-	-	-	-	-
Distribution of treasury shares	-	-	-	-	-	-	-	-
Dividend	-	-	-	-	-	-	(1,412)	(1,412)
At 31 December 2012	70,631	(22)	7,622	1,933	1,078	-	39,081	120,323

**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 2011.



## **JADI IMAGING HOLDINGS BERHAD (526319 - P)**

### **QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Fourth Quarter Ended 31 December 2012**

#### **A NOTES TO THE INTERIM FINANCIAL REPORT**

##### **A1 Basis of preparation**

The interim financial statements are unaudited and have been prepared under the historical cost convention and modified to include other bases of valuation as disclosed in other sections under significant accounting policies, and in compliance with Malaysian Financial Reporting Standards ("MFRSs"), International Financial Reporting Standards and the requirements of the Companies Act 1965 in Malaysia.

These are the Group's first set of financial statements prepared in accordance with MFRSs, which are also in line with International Financial Reporting Standards as issued by the International Accounting Standards Board.

In the previous financial year, the financial statements of the Group were prepared in accordance with Financial Reporting Standards ("FRSs"). There were no material financial impacts on the transition from FRSs to MFRSs.

During the current financial year, the Group has adopted the following new accounting standards and interpretations (including the consequential amendments):

##### **MFRSs and IC Interpretations (Including The Consequential Amendments)**

MFRS 1 First-time Adoption of Malaysian Financial Reporting Standards

MFRS 2 Share-based Payment

MFRS 3 Business Combinations

MFRS 5 Non-current Assets Held for Sale and Discontinued Operations

MFRS 7 Financial Instruments: Disclosures

MFRS 112 Income Taxes

MFRS 124 Related Party Disclosures

MFRS 127 Separate Financial Statements (IAS 27 as amended by IASB in May 2011)



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Fourth Quarter Ended 31 December 2012

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

##### A1 Basis of preparation (Cont'd)

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:-

<b>MFRSs and IC Interpretations (Including The Consequential Amendments)</b>	<b>Effective Date</b>
MFRS 9 Financial Instruments	1 January 2015
MFRS 10 Consolidated Financial Statements	1 January 2013
MFRS 11 Joint Arrangements	1 January 2013
MFRS 12 Disclosure of Interests in Other Entities	1 January 2013
MFRS 13 Fair Value Measurement	1 January 2013
MFRS 119 Employee Benefits	1 January 2013
MFRS 127 Separate Financial Statements	1 January 2013
MFRS 128 Investments in Associates and Joint Ventures	1 January 2013
Amendments to MFRS 1: Government Loans	1 January 2013
Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities	1 January 2013
Amendments to MFRS 9: Mandatory Effective Date of MFRS 9 and Transition Disclosures	1 January 2015
Amendments to MFRS 10, MFRS 11 and MFRS 12: Transition Guidance	1 January 2013
Amendments to MFRS 101: Presentation of Items of Other Comprehensive Income	1 July 2012
Amendments to MFRS 132: Offsetting Financial Assets and Financial Liabilities	1 January 2014
IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine	1 January 2013
Annual Improvements to MFRSs 2009 – 2011 Cycle	1 January 2013

MFRS 9 replaces the parts of MFRS 139 that relate to the classification and measurement of financial instruments. MFRS 9 divides all financial assets into 2 categories – those measured at amortised cost and those measured at fair value, based on the entity's business model for managing its financial assets and the contractual cash flow characteristics of the instruments. For financial liabilities, the standard retains most of the MFRS 139 requirement. An entity choosing to measure a financial liability at fair value will present the portion of the change in its fair value due to changes in the entity's own credit risk in other comprehensive income rather than within profit or loss.

MFRS 10 replaces the consolidation guidance in MFRS 127 and IC Interpretation 112. Under MFRS 10, there is only one basis for consolidation, which is control. Extensive guidance has been provided in the standard to assist in the determination of control.

MFRS 13 defines fair value, provides guidance on how to determine fair value and requires disclosures about fair value measurements. The scope of MFRS 13 is broad; it applies to both financial instrument items and non-financial instrument items for which other MFRSs require or permit fair value measurements and disclosures about fair value measurements, except in specified circumstances. In general, the disclosure requirements in MFRS 13 are more extensive than those required in the current standards and therefore there will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

The amendments to MFRS 101 retain the option to present profit or loss and other comprehensive income in either a single statement or in two separate but consecutive statements. In addition, items presented in other comprehensive income section are to be grouped based on whether they are potentially re-classifiable to profit or loss subsequently i.e. those that might be reclassified and those that will not be reclassified. Income tax on items of other comprehensive income is required to be allocated on the same basis. There will be no financial impact on the financial statements of the Group upon its initial application other than the presentation format of the statements of profit or loss and other comprehensive income.

The Annual Improvements to MFRSs 2009 – 2012 Cycle contain amendments to MFRS 1, MFRS 101, MFRS 116, MFRS 132 and MFRS 134. These amendments are expected to have no material impact on the financial statements of the Group upon their initial application.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 December 2012**

**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 2011 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**

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.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**For The Fourth Quarter Ended 31 December 2012**

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

**A7 Dividend paid**

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

**A8 Segmental information**

**Current quarter 31 December 2012**

	<b>Manufacturing</b>	<b>Investment Holding</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>				
Revenue from external customers	17,987	-	-	17,987
Interest income	-	-	-	-
	<u>17,987</u>	<u>-</u>	<u>-</u>	<u>17,987</u>

Results

Segment results	(522)	(122)	107	(537)
Other unallocated corporate expenses				-
Interest expense				(268)
Interest income				<u>5</u>
Loss before taxation				(800)
Income tax expense				<u>122</u>
Loss after taxation				<u>(678)</u>

	<b>Malaysia</b>	<b>China</b>	<b>USA</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>					
Revenue from external customers	13,341	4,646	-	-	17,987
Interest income	-	-	-	-	-
	<u>13,341</u>	<u>4,646</u>	<u>-</u>	<u>-</u>	<u>17,987</u>

Results

Segment results	(524)	(120)	-	107	(537)
Other unallocated corporate expenses					-
Interest expense					(268)
Interest income					<u>5</u>
Loss before taxation					(800)
Income tax expense					<u>122</u>
Loss after taxation					<u>(678)</u>





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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 December 2012**

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

**A8 Segmental information (Cont'd)**

**Current quarter 31 December 2011**

	<b>Manufacturing</b>	<b>Investment Holding</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>				
Revenue from external customers	16,712	-	-	16,712
Interest income	-	10	-	10
	<u>16,712</u>	<u>10</u>	<u>-</u>	<u>16,722</u>

<u>Results</u>				
Segment results	(2,157)	(208)	208	(2,157)
Other unallocated corporate expenses				(3)
Interest expense				(274)
Interest income				9
Loss before taxation				<u>(2,425)</u>
Income tax expense				1,176
Loss after taxation				<u>(1,249)</u>

	<b>Malaysia</b>	<b>China</b>	<b>USA</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>					
Revenue from external customers	12,530	4,182	-	-	16,712
Interest income	10	-	-	-	10
	<u>12,540</u>	<u>4,182</u>	<u>-</u>	<u>-</u>	<u>16,722</u>

<u>Results</u>					
Segment results	(2,316)	(49)	-	208	(2,157)
Other unallocated corporate expenses					(3)
Interest expense					(274)
Interest income					9
Loss before taxation					<u>(2,425)</u>
Income tax expense					1,176
Loss after taxation					<u>(1,249)</u>



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 December 2012**

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

**A8 Segmental information (Cont'd)**

**Current year to date 31 December 2012**

	<b>Manufacturing</b>	<b>Investment Holding</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>				
Revenue from external customers	77,690	-	-	77,690
Interest income	-	-	-	-
	<u>77,690</u>	<u>-</u>	<u>-</u>	<u>77,690</u>

Results

Segment results	774	(578)	(227)	(31)
Other unallocated corporate expenses				(12)
Interest expense				(1,038)
Interest income				17
Loss before taxation				<u>(1,064)</u>
Income tax expense				953
Loss after taxation				<u>(111)</u>

	<b>Malaysia</b>	<b>China</b>	<b>USA</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>					
Revenue from external customers	60,134	17,556	-	-	77,690
Interest income	-	-	-	-	-
	<u>60,134</u>	<u>17,556</u>	<u>-</u>	<u>-</u>	<u>77,690</u>

Results

Segment results	559	(363)	-	(227)	(31)
Other unallocated corporate expenses					(12)
Interest expense					(1,038)
Interest income					17
Loss before taxation					<u>(1,064)</u>
Income tax expense					953
Loss after taxation					<u>(111)</u>



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 December 2012**

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

**A8 Segmental information (Cont'd)**

**Current year to date 31 December 2011**

	<b>Manufacturing</b>	<b>Investment Holding</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>				
Revenue from external customers	86,669	-	-	86,669
Interest income	-	10	-	10
	<u>86,669</u>	<u>10</u>	<u>-</u>	<u>86,679</u>

Results

Segment results	4,750	(637)	69	4,182
Other unallocated corporate expenses				(3)
Interest expense				(720)
Interest income				62
Profit before taxation				<u>3,521</u>
Income tax expense				560
Profit after taxation				<u>4,081</u>

	<b>Malaysia</b>	<b>China</b>	<b>USA</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>					
Revenue from external customers	66,312	20,357	-	-	86,669
Interest income	10	-	-	-	10
	<u>66,322</u>	<u>20,357</u>	<u>-</u>	<u>-</u>	<u>86,679</u>

Results

Segment results	3,391	726	(4)	69	4,182
Other unallocated corporate expenses					(3)
Interest expense					(720)
Interest income					62
Profit before taxation					<u>3,521</u>
Income tax expense					560
Profit after taxation					<u>4,081</u>

**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 2011.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Fourth Quarter Ended 31 December 2012

#### 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 14 February 2013 (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:

	<b>Current year To date 31 Dec 2012 RM'000</b>
Approved and contracted for:	
Purchase of plant & equipment	2,212
	<u>2,212</u>

##### A14 Significant related party transactions

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

##### A15 Cash and cash equivalents

	<b>Current year To date 31 Dec 2012 RM'000</b>
Cash and bank balances	7,550
Fixed deposits with licensed banks	-
	<u>7,550</u>



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Fourth Quarter Ended 31 December 2012

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

##### **B1 Detailed Analysis**

For the current quarter ended 31 December 2012, the Group recorded a higher revenue of RM17.98 million against RM16.72 million in the corresponding quarter ended 31 December 2011, an increase of 7.5% or RM1.25 million due to the increase in sales volume of both black and colour toners.

The Group has recorded loss before taxation amounted to RM800k due to high production cost contributed from high material cost, high depreciation and maintenance cost coupled with low productivity.

##### **Comparison results of current quarter and previous year corresponding quarter**

The performance of the two business segments for Q4 2012 as compared to previous year corresponding quarter is as below:

a) Manufacturing

Revenue in Q4 2012 has increased by 7.5% as a result of the increase in sales volume of both black and colour toner.

The Group has recorded loss before taxation amounted to RM800k due to high production cost contributed from high material cost, high depreciation and maintenance cost coupled with low productivity.

b) Investment Holding

There were no fixed deposit placements with financial institutions.

##### **B2 Variation of results against preceding quarter**

The Group recorded a revenue of RM17.98 million for the current quarter under review against RM17.63 million in the preceding quarter ended 30 September 2012, an increase of 2% or RM0.347 million. The increase was mainly due to higher sales volume of black and colour toner.

The Group has recorded loss before taxation for the current quarter amounted to RM800k. This is mainly due to higher unit cost of production as a result of increase in material costs which has put further pressure on the Group's sales profit margin, foreign exchange loss as a result of the depreciation of USD against Malaysian Ringgit.

##### **B3 Prospects**

While the global economic outlook remains weak and uncertain, the Group will focus on increasing operational efficiency through better management of working capital, improving its sales in other market segments, and adopting a differentiation strategy to promote environmentally friendly products.

##### **B4 Profit forecast and profit guarantee**

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



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

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

**B5 Income tax expense**

	<b>Current quarter 31 Dec 2012 RM'000</b>	<b>Current year To date 31 Dec 2012 RM'000</b>
Income tax		
Current year	220	220
Over provision in prior years	-	(5)
Deferred tax expense		
Current year	(342)	(1,168)
	<u>(122)</u>	<u>(953)</u>

During the current quarter, there has been recognition of deferred tax asset on the unutilised reinvestment allowance.

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.

**B6 Group's borrowings and debt securities**

As at 31 Dec 2012, the Group had total borrowings of approximately RM27.59 million, details of which are set out below:

	<b>RM'000</b>
Interest bearing borrowings:	
<i>Short term borrowings</i>	
Unsecured:	
Revolving credit	13,000
Secured:	
Term loan	6,523
Hire purchase	143
	<u>19,666</u>
<i>Long term borrowings</i>	
Secured:	
Term loan	7,735
Hire purchase	188
	<u>7,923</u>
Total	<u>27,589</u>

As at 31 Dec 2012, the Group does not have any foreign currency denominated borrowings.

**B7 Derivatives**

As at 31 Dec 2012, the Group does not have any outstanding derivatives.

**B8 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)**

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

**B9 Dividends**

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

**B10 (Loss)/earnings per share**

	<b>Current Quarter 31 Dec 2012</b>	<b>Current Year to date 31 Dec 2012</b>
<i>(a) Basic earnings per share</i>		
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(678)	(111)
Issued ordinary shares at 1 Oct 2012 / 1 January 2012 ('000)	706,189	706,189
Effect of distribution of treasury shares ('000)	-	-
Effect of employee share option scheme ('000)	-	-
Effect of private placement ('000)	-	-
Effect of warrant conversion ('000)	-	-
Weighted average number of ordinary shares in issue ('000)	<u>706,189</u>	<u>706,189</u>
Basic (loss)/earnings per share (sen)	<u>(0.10)</u>	<u>(0.02)</u>
<i>(b) Diluted earnings per share</i>		
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(678)	(111)
Weighted average number of ordinary shares for basic earnings per share ('000)	706,189	706,189
Effect of dilution under employee share option scheme ('000)	-	-
Effect of dilution under warrant conversion ('000)	(137,005)	(68,663)
Weighted average number of ordinary shares in issue ('000)	<u>569,184</u>	<u>637,526</u>
Diluted (loss)/earnings per share (sen)	<u>(0.12)</u>	<u>(0.02)</u>

**B11 Status of corporate proposals**

There were no pending corporate proposals.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

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

**B12 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:-

	<b>As at 31 Dec 2012 RM'000</b>	<b>As at 31 Dec 2011 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	40,711	44,441
- Unrealised	(3,141)	(4,269)
	<u>37,570</u>	<u>40,172</u>
Less: Consolidation adjustments	1,511	431
	<u>39,081</u>	<u>40,604</u>
Total group retained profits as per consolidated accounts		

**B13 Profit/(loss) before taxation**

	<b>Current Quarter 31 Dec 2012 RM'000</b>	<b>Current Year to date 31 Dec 2012 RM'000</b>
Profit before taxation is arrived at after charging/(crediting):-		
Interest income	(5)	(17)
Other income	5	(245)
Interest expense	268	1,038
Depreciation and amortisation	2,418	9,962
Foreign exchange (gain)/loss	(78)	(85)
(Gain)/loss on derivatives	-	(226)

The following items are not applicable for the quarter/year:

1. Provision for and write off of receivables
2. (Gain)/loss on disposal of quoted or unquoted investments or properties
3. Impairment of assets
4. Exceptional items

**B14 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**  
21 February 2013