



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### CONDENSED CONSOLIDATED INCOME STATEMENT

For The Third Quarter Ended 30 September 2013

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year	Preceding Year	Current Year	Preceding Year
		Quarter	Corresponding Quarter	To date	Corresponding Period
		30 Sept 2013	30 Sept 2012	30 Sept 2013	30 Sept 2012
		RM'000	RM'000	RM'000	RM'000
Revenue	A8	17,647	17,629	56,608	59,703
Cost of sales		(15,728)	(14,914)	(49,358)	(52,164)
Gross profit		1,919	2,715	7,250	7,539
Other income		238	-	895	782
Selling and distribution expenses		(839)	(864)	(2,374)	(2,774)
Administrative expenses		(1,291)	(1,204)	(3,603)	(4,168)
Other expenses		(176)	(552)	(463)	(873)
Finance costs		(184)	(234)	(833)	(770)
<b>(Loss)/profit before taxation</b>		<b>(333)</b>	<b>(139)</b>	<b>872</b>	<b>(264)</b>
Income tax expense	B5	85	-	(180)	831
<b>(Loss)/profit after taxation</b>		<b>(248)</b>	<b>(139)</b>	<b>692</b>	<b>567</b>
Other comprehensive income/(loss):					
Exchange translation differences		541	(938)	2,267	(1,065)
<b>Total comprehensive income/(loss)</b>		<b>293</b>	<b>(1,077)</b>	<b>2,959</b>	<b>(498)</b>
(Loss)/profit attributable to:					
Equity holders of the Company		(248)	(139)	692	567
Total comprehensive income/(loss) attributable to:					
Equity holders of the Company		293	(1,077)	2,959	(498)
<b>Earnings per share (sen):</b>					
Basic	B10	(0.04)	(0.02)	0.10	0.08
Diluted	B10	(0.04)	(0.02)	0.10	0.08

**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 2012.



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

**CONDENSED CONSOLIDATED BALANCE SHEET**

**For The Third Quarter Ended 30 September 2013**

(The figures have not been audited)

	<b>Current year Quarter 30 Sept 2013 RM'000</b>	<b>Audited 31 Dec 2012 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	106,723	108,216
Investment property	102	103
Other investment	50	50
	<u>106,875</u>	<u>108,369</u>
<b>CURRENT ASSETS</b>		
Inventories	30,939	28,851
Trade receivables	9,738	10,362
Other receivables, prepayments and deposits	2,120	1,930
Derivative financial instruments	B7 -	-
Tax recoverable	1,022	1,092
Fixed deposits with licensed banks	-	-
Cash and bank balances	11,942	7,550
	<u>55,761</u>	<u>49,785</u>
<b>TOTAL ASSETS</b>	<u>162,636</u>	<u>158,154</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	3,345	1,078
Share option reserve	-	-
Retained profits	39,773	39,081
<b>TOTAL EQUITY</b>	<u>123,282</u>	<u>120,323</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	B6 3,812	7,923
Deferred tax liabilities	3,335	3,361
	<u>7,147</u>	<u>11,284</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	8,741	2,700
Other payables and accruals	2,530	3,980
Amount due to directors	61	123
Short-term borrowings	B6 20,769	19,666
Provision for taxation	106	78
	<u>32,207</u>	<u>26,547</u>
<b>TOTAL LIABILITIES</b>	<u>39,354</u>	<u>37,831</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>162,636</u>	<u>158,154</u>
Net assets per ordinary share (RM)	<u>0.17</u>	<u>0.17</u>

**Note:**

Net assets per share as at 30 September 2013 is arrived at based on the Group's Net Assets of RM123.28 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 2012 was 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.

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 2012.



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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The Third Quarter Ended 30 September 2013**

(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 2012 (audited)</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
<b><u>9 months ended 30 September 2013</u></b>								
At 1 January 2013 (audited)	70,631	(22)	7,622	1,933	1,078	-	39,081	120,323
Total comprehensive income	-	-	-	-	2,267	-	692	2,959
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	-	-	-	-	-	-	-	-
At 30 September 2013	70,631	(22)	7,622	1,933	3,345	-	39,773	123,282

**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 2012.



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

**CONDENSED CONSOLIDATED CASHFLOW STATEMENT**

**For The Third Quarter Ended 30 September 2013**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current Year	Preceding Year	Current Year	Preceding Year
	Quarter	Corresponding Quarter	To date	Corresponding Period
Note	30 Sept 2013 RM'000	30 Sept 2012 RM'000	30 Sept 2013 RM'000	30 Sept 2012 RM'000
<b>CASHFLOWS (FOR)/FROM OPERATING ACTIVITIES</b>				
(Loss)/profit before taxation	(333)	(139)	872	(264)
Adjustments for:				
Amortisation	-	-	1	1
Inventories written back	-	-	-	-
Inventories written down	-	-	-	-
Depreciation	2,924	2,422	8,011	7,544
Plant & equipment written off	-	-	-	-
Interest expense	184	234	833	770
Unrealised loss/(gain) on foreign exchange	34	345	(4)	176
Unrealised loss/(gain) on derivative	-	-	-	-
Loss/(gain) on disposal of equipment	-	-	-	3
Interest income	(54)	(3)	(83)	(12)
Others	10	11	32	32
Operating profit before working capital changes	2,765	2,870	9,662	8,250
Inventories	(4,193)	(3,138)	(1,492)	(2,251)
Receivables	691	3,966	273	(6,865)
Payables	557	(1,456)	4,467	823
Derivative financial instruments	-	-	-	(372)
Cash (for)/from operations	(180)	2,242	12,910	(415)
Interest paid	(184)	(234)	(833)	(770)
Tax paid	(96)	(26)	(110)	(381)
Net cash (for)/from operating activities	(460)	1,982	11,967	(1,566)
<b>CASHFLOWS FOR INVESTING ACTIVITIES</b>				
Interest received	54	3	83	12
Proceeds from disposal of plant & equipment	-	-	-	-
Purchase of property, plant and equipment	(237)	(3,936)	(4,816)	(5,250)
Net cash for investing activities	(183)	(3,933)	(4,733)	(5,238)
<b>CASHFLOWS FROM/(FOR) FINANCING ACTIVITIES</b>				
Net drawdown/(repayment) of revolving credit	-	3,000	-	10,000
Drawdown of term loan	-	1,588	-	7,463
Drawdown of trade finance	2,633	-	2,633	-
Net proceeds from issuance of shares	-	-	-	-
Dividend paid	-	-	-	(1,412)
Repayment of hire purchase	(36)	(34)	(107)	(216)
Repayment of term loan	(1,826)	1,630	(5,535)	(4,212)
Repayment to directors	(61)	-	(61)	(61)
Net cash from/(for) financing activities	710	6,184	(3,070)	11,562
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	67	4,233	4,164	4,758
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	158	(47)	228	(181)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>	11,717	5,630	7,550	5,239
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A15 11,942	9,816	11,942	9,816

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 30 September 2013 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 2012.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS For The Third Quarter Ended 30 September 2013

#### 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.

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 period:-

<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 10, MFRS 12 and MFRS 127: Investment Entities	1 January 2014
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



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

### **QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**For The Third Quarter Ended 30 September 2013**

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

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

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

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. There is no financial impact on the financial statements on the Group upon its initial application.

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. There is no financial impact on the financial statements on the Group upon its initial application.

MFRS 12 is applicable to entities that have interests in subsidiaries, joint arrangements, associates and/or unconsolidated structured entities. MFRS 12 is a disclosure standard and the disclosure requirements in this standard are more extensive than those in the current standards. Accordingly, there will be no financial impact on the financial statements of the Group upon its initial application but may impact its future disclosures.

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 7 (Disclosures – Offsetting Financial Assets and Financial Liabilities) require disclosures that will enable users of an entity's financial statements to evaluate the effect or potential effect of netting arrangements, including rights of set-off associated with the entity's recognised financial assets and recognised financial liabilities, on the entity's financial position.

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 statement of profit or loss and other comprehensive income.

The Annual Improvements to MFRSs 2009 – 2011 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 Third Quarter Ended 30 September 2013**

**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 2012 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 Third Quarter Ended 30 September 2013**

**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 30 September 2013**

	<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	17,647	-	-	17,647
Interest income	-	-	-	-
	<u>17,647</u>	<u>-</u>	<u>-</u>	<u>17,647</u>

Results

Segment results	342	(139)	(405)	(202)
Other unallocated corporate expenses				(1)
Interest expense				(184)
Interest income				54
Loss before taxation				<u>(333)</u>
Income tax expense				85
Loss after taxation				<u>(248)</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	13,759	3,888	-	-	17,647
Interest income	-	-	-	-	-
	<u>13,759</u>	<u>3,888</u>	<u>-</u>	<u>-</u>	<u>17,647</u>

Results

Segment results	99	104	-	(405)	(202)
Other unallocated corporate expenses					(1)
Interest expense					(184)
Interest income					54
Loss before taxation					<u>(333)</u>
Income tax expense					85
Loss after taxation					<u>(248)</u>





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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

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

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

**Current quarter 30 September 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	17,629	-	-	17,629
Interest income	-	-	-	-
	17,629	-	-	17,629

<u>Results</u>				
Segment results	239	(124)	(21)	94
Other unallocated corporate expenses				(2)
Interest expense				(779)
Interest income				548
Loss before taxation				(139)
Income tax expense				-
Loss after taxation				(139)

	<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	13,531	4,098	-	-	17,629
Interest income	-	-	-	-	-
	13,531	4,098	-	-	17,629

<u>Results</u>					
Segment results	(133)	248	-	(21)	94
Other unallocated corporate expenses					(2)
Interest expense					(779)
Interest income					548
Loss before taxation					(139)
Income tax expense					-
Loss after taxation					(139)



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

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

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

**Current year to date 30 September 2013**

	<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	56,608	-	-	56,608
Interest income	-	-	-	-
	56,608	-	-	56,608

Results

Segment results	2,101	(402)	(71)	1,628
Other unallocated corporate expenses				(6)
Interest expense				(833)
Interest income				83
Profit before taxation				872
Income tax expense				(180)
Profit after taxation				692

	<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	44,976	11,632	-	-	56,608
Interest income	-	-	-	-	-
	44,976	11,632	-	-	56,608

Results

Segment results	1,480	219	-	(71)	1,628
Other unallocated corporate expenses					(6)
Interest expense					(833)
Interest income					83
Profit before taxation					872
Income tax expense					(180)
Profit after taxation					692



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

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

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

**Current year to date 30 September 2012**

	<b>Manufacturing RM'000</b>	<b>Investment Holding RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<u>Revenue</u>				
Revenue from external customers	59,703	-	-	59,703
Interest income	-	-	-	-
	59,703	-	-	59,703

Results

Segment results	1,296	(456)	(334)	506
Other unallocated corporate expenses				(12)
Interest expense				(770)
Interest income				12
(Loss)/profit before taxation				(264)
Income tax expense				831
Profit after taxation				567

	<b>Malaysia RM'000</b>	<b>China RM'000</b>	<b>USA RM'000</b>	<b>Elimination RM'000</b>	<b>Group RM'000</b>
<u>Revenue</u>					
Revenue from external customers	46,793	12,910	-	-	59,703
Interest income	-	-	-	-	-
	46,793	12,910	-	-	59,703

Results

Segment results	1,083	(243)	-	(334)	506
Other unallocated corporate expenses					(12)
Interest expense					(770)
Interest income					12
(Loss)/profit before taxation					(264)
Income tax expense					831
Profit after taxation					567

**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 2012.

**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 12 November 2013 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

**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 30 Sept 2013 RM'000</b>
Approved and contracted for:	
Purchase of plant & equipment	3,943
	<u>3,943</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 30 Sept 2013 RM'000</b>
Cash and bank balances	11,942
Fixed deposits with licensed banks	-
	<u>11,942</u>



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Third Quarter Ended 30 September 2013

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

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

The Group posted a slight higher revenue of RM17.65 mil for the current quarter under review as compared to RM17.63 million recorded in the corresponding quarter ended 30 September 2012 mainly contributed by increase in sales volume of black toner.

The Group has recorded loss before taxation amounted to RM333k as compared to RM139k recorded in the corresponding quarter ended 30 September 2012 mainly contributed by higher production cost and depreciation charge from resin line since the commercialisation of resin line in May 2013. This is coupled with lower average selling prices due to intense competition for monochrome toner.

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

The performance of the two business segments for Q3 2013 as compared to previous year corresponding quarter is as below:

###### a) Manufacturing

Revenue for the current quarter under review has increased by approximately 0.1% as compared to the previous year corresponding quarter ended 30 September 2012 mainly attributed to the increase in sales volume of black toner.

The Group has recorded loss before taxation of RM333k for the current quarter under review higher than the previous year corresponding quarter ended 30 September 2012 with a loss before taxation of RM139k, mainly due to higher production cost and depreciation charge from resin line. This is coupled with lower average selling prices due to intense competition for monochrome toner.

###### b) Investment Holding

There were no fixed deposit placements with any financial institutions.

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

Compared to preceding quarter ended 30 June 2013, the Group has lower revenue in the current quarter under review with an decrease of 10.8% or RM2.14 mil from RM19.79 mil to RM17.65 mil. The decrease in revenue is contributed by lower sales volume of black and color toners in the current quarter ended 30 September 2013 as compared to preceding quarter ended 30 June 2013.

There has been a loss before taxation amounted to RM333k as compared to a profit before taxation amounted to RM867k in the preceding quarter ended 30 June 2013. The decline in Q3 2013 is attributed to the higher production cost and depreciation cost as the resin line has just commercialised comparing to preceding quarter ended 30 June 2013.

##### **B3 Prospects**

The global economic outlook continues to remain weak and uncertain, therefore adversely affecting market demand across different geographical regions, particularly in the US and Europe. In addition, the change in consumer printing behavior as a result of smartphone and tablet revolution has further dampened the demand for toner. Against the backdrop of weak market demand and decline in consumer printing, the Group will continue with its efforts to improve overall operational efficiency to achieve greater cost savings. Having started its resin production, the Group will also gradually convert the usage of imported resin to its in-house standard resin to derive further cost savings and reduce its dependence on external suppliers for critical materials. Apart from fulfilling its own resin requirement, the Group will also capitalize on its chemical toner technology and place a greater emphasis on penetrating a different market segment, particular in the area of color toners for business printing, to further expand its share of high value 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)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

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

**B5 Income tax expense**

	<b>Current quarter 30 Sept 2013 RM'000</b>	<b>Current year To date 30 Sept 2013 RM'000</b>
Income tax		
Current year	85	214
Over provision in prior years	(8)	(8)
Deferred tax expense		
Current year	(162)	(26)
	<u>(85)</u>	<u>180</u>

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 30 September 2013, the Group had total borrowings of approximately RM23.81 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	4,988
Hire purchase	148
Trade finance	2,633
	<u>20,769</u>
<i>Long term borrowings</i>	
Secured:	
Term loan	3,735
Hire purchase	77
	<u>3,812</u>
Total	<u>24,581</u>

As at 30 September 2013, the Group does not have any foreign currency denominated borrowings.

**B7 Derivatives**

As at 30 September 2013, 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)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Third Quarter Ended 30 September 2013**

**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 Earnings per share**

	<b>Current Quarter 30 Sept 2013</b>	<b>Current Year to date 30 Sept 2013</b>
<i>(a) Basic earnings per share</i>		
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(248)	692
Issued ordinary shares at 1 July / 1 January 2013 ('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>(0.04)</u>	<u>0.10</u>
<i>(b) Diluted earnings per share</i>		
(Loss)/profit attributable to ordinary equity holders of the Company (RM'000)	(248)	692
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)	-	-
Weighted average number of ordinary shares in issue ('000)	<u>706,189</u>	<u>706,189</u>
Diluted (loss)/earnings per share (sen)	<u>(0.04)</u>	<u>0.10</u>

**B11 Status of corporate proposals**

There were no pending corporate proposals.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**For The Third Quarter Ended 30 September 2013**

**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 30 Sept 2013 RM'000</b>	<b>As at 31 Dec 2012 RM'000</b>
Total retained profits of the Company and its subsidiaries:		
- Realised	41,486	40,711
- Unrealised	(3,171)	(3,141)
	<u>38,315</u>	<u>37,570</u>
Less: Consolidation adjustments	1,458	1,511
	<u>39,773</u>	<u>39,081</u>
Total group retained profits as per consolidated accounts		

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

	<b>Current Quarter 30 Sept 2013 RM'000</b>	<b>Current Year to date 30 Sept 2013 RM'000</b>
Profit/(loss) before taxation is arrived at after charging/(crediting):-		
Interest income	(54)	(83)
Other income	(67)	(112)
Interest expense	184	833
Depreciation and amortisation	2,591	8,883
Foreign exchange (gain)/loss	(100)	(712)

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

1. Provision for and write off of receivables
2. (Gain)/loss on derivatives
3. (Gain)/loss on disposal of quoted or unquoted investments or properties
4. Impairment of assets
5. 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**

12 November 2013