



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

**CONDENSED CONSOLIDATED INCOME STATEMENT**

**For The Fourth Quarter Ended 31 March 2019**

(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 Mar 2019 RM'000	31 Mar 2018 RM'000	31 Mar 2019 RM'000	31 Mar 2018 RM'000
Revenue	A8	11,775	12,237	47,792	55,746
Cost of sales		(13,971)	(16,117)	(51,729)	(57,286)
Gross (loss)/profit		(2,196)	(3,880)	(3,937)	(1,540)
Other income		2,511	959	17,718	10,276
Selling and distribution expenses		(604)	(609)	(2,517)	(2,620)
Administrative expenses		(1,674)	(2,174)	(7,588)	(9,015)
Other expenses		(891)	(5,296)	(2,802)	(6,753)
Finance costs		(7)	(49)	(112)	(758)
<b>(Loss)/Profit before taxation</b>		<b>(2,861)</b>	<b>(11,049)</b>	<b>762</b>	<b>(10,410)</b>
Income tax expense	B5	(63)	(56)	(303)	(240)
<b>(Loss)/Profit after taxation</b>		<b>(2,924)</b>	<b>(11,105)</b>	<b>459</b>	<b>(10,650)</b>
Other comprehensive (loss)/income:					
Exchange translation differences		(1,318)	1,779	(5,474)	66
<b>Total comprehensive (loss)/income</b>		<b>(4,242)</b>	<b>(9,326)</b>	<b>(5,015)</b>	<b>(10,584)</b>
Profit attributable to:					
Equity holders of the Company		(2,924)	(11,105)	459	(10,650)
Total comprehensive (loss)/income attributable to:					
Equity holders of the Company		(4,242)	(9,326)	(5,015)	(10,584)
<b>Earnings per share (sen):</b>					
Basic	B10	(0.31)	(1.08)	0.05	(0.66)
Diluted	B10	(0.31)	(1.08)	0.05	(0.66)

**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 March 2018.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### CONDENSED CONSOLIDATED BALANCE SHEET

For The Fourth Quarter Ended 31 March 2019

(The figures have not been audited)

	<b>Current Year Quarter 31 Mar 2019 RM'000</b>	<b>Audited Preceding Year 31 Mar 2018 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	59,256	69,717
Investment property	88	4,868
Other investment	50	50
	<u>59,394</u>	<u>74,635</u>
<b>CURRENT ASSETS</b>		
Inventories	48,949	40,523
Trade receivables	8,932	6,629
Other receivables, prepayments and deposits	2,966	3,407
Derivative financial instruments	B7 -	-
Tax recoverable	4	345
Fixed deposits with licensed banks	56	56
Cash and bank balances	15,004	10,587
	<u>75,911</u>	<u>61,547</u>
<b>TOTAL ASSETS</b>	<u>135,305</u>	<u>136,182</u>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	94,185	94,185
Treasury shares	(22)	(22)
Revaluation reserve	14,247	14,260
Foreign exchange reserve	3,752	9,226
Retained profits	9,791	9,320
<b>TOTAL EQUITY</b>	<u>121,953</u>	<u>126,969</u>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	B6 14	46
Deferred tax liabilities	760	775
	<u>774</u>	<u>821</u>
<b>CURRENT LIABILITIES</b>		
Trade payables	7,655	2,030
Other payables and accruals	4,891	4,513
Short-term borrowings	B6 32	1,849
	<u>12,578</u>	<u>8,392</u>
<b>TOTAL LIABILITIES</b>	<u>13,352</u>	<u>9,213</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>135,305</u>	<u>136,182</u>
Net assets per ordinary share (RM)	<u>0.13</u>	<u>0.13</u>

**Note:**

Net assets per share as at 31 March 2019 is arrived at based on the Group's Net Assets of RM121.95 million over the number of ordinary shares in issue (excluding treasury shares) of 941,700,411 shares of RM0.10 each. Net Assets per share as at 31 March 2018 was arrived at based on the Group's Net Assets of RM126.97 million over the number of ordinary shares in issue (excluding treasury shares) of 941,700,411 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 March 2018.



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

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The Fourth Quarter Ended 31 March 2019**

(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 March 2019</u></b>								
<b>At 1 April 2018</b>	94,185	(22)	-	14,259	9,226	-	9,321	126,969
Profit for the financial year	-	-	-	-	-	-	459	459
Other comprehensive (loss)/income for the financial year:								
- foreign currency translation differences	-	-	-	-	(5,474)	-	-	(5,474)
Total comprehensive (loss)/income	-	-	-	-	(5,474)	-	459	(5,015)
Realisation of revaluation reserve	-	-	-	(12)	-	-	12	-
<b>At 31 March 2019</b>	<b>94,185</b>	<b>(22)</b>	<b>-</b>	<b>14,247</b>	<b>3,752</b>	<b>-</b>	<b>9,791</b>	<b>121,953</b>
<b><u>12 months ended 31 March 2018</u></b>								
<b>At 1 April 2017</b>	94,185	(22)	-	23,673	9,161	-	10,557	137,554
(Loss)/profit for the financial year	-	-	-	-	-	-	(10,650)	(10,650)
Other comprehensive income for the financial year:								
- foreign currency translation differences	-	-	-	-	65	-	-	65
Total comprehensive (loss)/income	-	-	-	-	65	-	(10,650)	(10,585)
Realisation of revaluation reserve	-	-	-	(9,414)	-	-	9,414	-
<b>At 31 March 2018</b>	<b>94,185</b>	<b>(22)</b>	<b>-</b>	<b>14,259</b>	<b>9,226</b>	<b>-</b>	<b>9,321</b>	<b>126,969</b>

**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 March 2018.



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

**CONDENSED CONSOLIDATED CASHFLOW STATEMENT**

**For The Fourth Quarter Ended 31 March 2019**

(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	31 Mar 2019	31 Mar 2018	31 Mar 2019	31 Mar 2018
	RM'000	RM'000	RM'000	RM'000
<b>CASHFLOWS (FOR)/FROM OPERATING ACTIVITIES</b>				
(Loss)/Profit before taxation	(2,861)	(11,049)	762	(10,410)
Adjustments for:				
Allowance for impairment losses on trade receivables	-	4	-	4
Bad debts written off	-	42	-	42
Amortisation	-	(2)	-	-
Inventories written back	-	(2,267)	-	(2,267)
Inventories written down	1,955	2,245	1,955	2,245
Depreciation	1,985	2,069	8,199	8,468
Loss on plant & equipment written off	-	57	2	57
Impairment on plant, property & equipment	-	1,385	-	1,385
Interest expense	7	104	112	758
Unrealised (gain)/loss on foreign exchange	(13)	1,404	421	636
Loss/(Gain) on disposal of a subsidiary	-	-	(12,823)	-
(Gain)/Loss on disposal of property	-	(672)	26	(6,440)
Interest income	-	(7)	(47)	(111)
Operating profit/(loss) before working capital changes	1,073	(6,687)	(1,393)	(5,633)
Inventories	(5,416)	9,790	(10,382)	1,904
Receivables	(4,250)	1,388	(6,350)	2,452
Payables	2,510	2,726	5,926	(3,625)
Cash (for)/from operations	(6,083)	7,217	(12,199)	(4,902)
Interest paid	-	(102)	-	(754)
Tax refund	-	135	314	135
Net income tax (paid)/refunded	-	(175)	-	(718)
Net cash (for)/from operating activities	(6,083)	7,075	(11,885)	(6,239)
<b>CASHFLOWS (FOR)/FROM INVESTING ACTIVITIES</b>				
Interest received	-	7	47	111
Net cash inflow from disposal of a subsidiary	-	197	19,785	23,197
Proceeds from disposal of plant & equipment	-	(70)	-	-
Purchase of property, plant and equipment	(315)	(223)	(730)	(1,414)
Net cash (for)/from investing activities	(315)	(89)	19,102	21,894
<b>CASHFLOWS (FOR)/FROM FINANCING ACTIVITIES</b>				
Net (repayment)/drawdown of revolving credit	-	-	-	(10,000)
Net (repayment)/drawdown of trade finance	-	(3,469)	(1,839)	(5,307)
Interest paid	-	(2)	(105)	(4)
Net (repayment)/drawdown of hire purchase	-	(7)	(25)	(29)
Net cash (for)/from financing activities	-	(3,478)	(1,969)	(15,340)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(6,398)	3,508	5,248	315
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	57	1,219	(829)	(219)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER</b>	21,401	5,914	10,641	10,545
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A15 15,060	10,641	15,060	10,641

**Note:**

This is prepared based on the consolidated results of the Group for the financial year ended 31 March 2019 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 March 2018.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019**

**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 requirements of Malaysian Financial Reporting Standard (“MFRS”) 134: Interim Financial Reporting, paragraph 9.22 and Appendix 9B of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial report should be read in conjunction with the audited consolidated financial statements of the Group for the financial year ended 31 March 2018 and accompanying explanatory notes attached to this interim financial report.

**(a) Standards issued and effective**

The Group has adopted the following amended MFRSs which are mandatory for annual financial periods beginning on or after 1 January 2018.

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
Annual improvements to MFRSs 2014 - 2016 cycle	
- Amendments to MFRS 1, First-time Adoption of Malaysian Financial Reporting Standards	1 January 2018
- Amendments to MFRS 128, Investments in Associates and Joint Ventures	1 January 2018
Amendments to MFRS 2, Share-based Payment: Classification and Measurement of Share-based Payment Transactions	1 January 2018
Amendments to MFRS 4, Insurance Contracts: Applying MFRS 9 Financial Instrument with MFRS 4 Insurance Contracts	1 January 2018
MFRS 9, Financial Instruments	1 January 2018
MFRS 15, Revenue from Contracts with Customers	1 January 2018
Clarifications to MFRS 15, Revenue from Contracts with Customers	1 January 2018
Amendments to MFRS 140, Investment Property: Transfer of Investment Property	1 January 2018
IC Interpretation 22, Foreign Currency Transactions and Advance Consideration	1 January 2018

Adoption of the above amended MFRS and interpretation will not have any material effect on the financial performances or positions of the Group.

**(b) Standards issued but not yet effective**

The Group has not adopted the following standards and interpretations that have been issued but not yet effective:

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
Annual improvements to MFRSs 2015 - 2017 cycle	
- Amendments to MFRS 3, Business Combinations	1 January 2019
- Amendments to MFRS 11, Joint Arrangements	1 January 2019
- Amendments to MFRS 112, Income Taxes	1 January 2019
- Amendments to MFRS 123, Borrowing Costs	1 January 2019
Amendments to MFRS 119, Employee Benefits: Plan Amendment, Curtailment or Settlement	1 January 2019
Amendments to MFRS 2, Share-based Payment	1 January 2020
Amendments to MFRS 3, Business Combinations	1 January 2020
Amendments to MFRS 6, Exploration for and Evaluation of Mineral Resources	1 January 2020
Amendments to MFRS 14, Regulatory Deferral Accounts	1 January 2020
Amendments to MFRS 101, Presentation of Financial Statements	1 January 2020
Amendments to MFRS 108, Accounting Policies, Changes in Accounting Estimates and Errors	1 January 2020
Amendments to MFRS 134, Interim Financial Reporting	1 January 2020
Amendments to MFRS 137, Provisions, Contingent Liabilities and Contingent Assets	1 January 2020
Amendments MFRS 138, Intangible Assets	1 January 2020



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
For The Fourth Quarter Ended 31 March 2019

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

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

**(b) Standards issued but not yet effective (Cont'd)**

<b>Description</b>	<b>Effective for annual periods beginning on or after</b>
MFRS 16, Leases	1 January 2019
MFRS 17, Insurance Contracts	1 January 2021
Amendments to MFRS 10, Consolidated Financial Statements and MFRS 128 Investment in Associate and Joint Ventures: Sale or Contribution of Assets Between an Investor and its Associate or Joint Venture	Deferred
Amendments to MFRS 9, Financial Instruments: Prepayment Features with Negative Compensation	1 January 2019
Amendments to MFRS 128, Investment in Associates and Joint Ventures: Long-term Interests in Associates and Joint Ventures	1 January 2019
IC Interpretation 23, Uncertainty over Income Tax Treatments	1 January 2019
Amendments to IC Interpretation 12, Service Concession Arrangements	1 January 2020
Amendments to IC Interpretation 19, Extinguishing Financial Liabilities with Equity Instruments	1 January 2020
Amendments to IC interpretation 20, Stripping Costs in the Production Phase of a Surface Mine	1 January 2020
Amendments to IC Interpretation 22, Foreign Currency Transactions and Advance Consideration	1 January 2020
Amendments to IC Interpretation 132, Intangible Assets - Web Site Costs	1 January 2020

The initial application of the abovementioned accounting standards, amendments or interpretations are not expected to have any material impact to the financial statements of the Group except as mentioned below:

MFRS 9 Financial Instruments

In the current financial year, the Group and the Company have adopted MFRS 9 Financial Instruments ("MFRS 9") effective for the annual financial period beginning on or after 1 January 2018. The date of initial application is as of the beginning of the MFRS reporting period in which the Company first applies MFRS 9, i.e. 1 January 2018.

- (i) Under adoption of MFRS 9, the classification of financial assets is driven by cash flow characteristics and the business model in which an asset is held. The new model also results in a single impairment model being applied to all financial instruments.

In essence, if a financial asset is a simple debt instrument and the objective of the entity's business model within which it is held to collect its contractual cash flows, the financial asset is measured at amortised cost. In contrast, if that asset is held in a business model the objective of which is achieved by both collecting contractual cash flows and selling financial assets, then the financial asset is measured at fair value in the statements of financial position, and amortised cost information is provided through profit or loss. If the business model is neither of these, then fair value information is increasingly important, so it is provided both in the profit or loss and in the statements of financial position.

- (ii) New expected-loss impairment model that will require more timely recognition of expected credit losses. Specifically, this Standard requires entities to account for expected credit losses from when financial instruments are first recognised and to recognise full lifetime expected losses on a more timely basis. The model requires an entity to recognise expected credit losses at all times and to update the amount of expected credit losses recognised at each reporting date to reflect changes in the credit risk of financial instruments. This model eliminates the threshold for the recognition of expected credit losses, so that it is no longer necessary for a trigger event to have occurred before credit losses are recognised.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019**

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

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

**(b) Standards issued but not yet effective (Cont'd)**

MFRS 15 Revenue from Contracts with Customers

In the current financial year, the Group and the Company have adopted MFRS 15 Revenue from Contracts with Customers ("MFRS 15") effective for the annual financial period beginning on or after 1 January 2018. The date of initial application is as of the beginning of the MFRS reporting period in which the Company first applies MFRS 15, i.e. 1 January 2018.

The core principle in MFRS 15 is that an entity recognises revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Revenue is recognised when a customer obtains control of goods or services, i.e. when the customer has the ability to direct the use of (or prevent other entities from directing the use of), and obtain substantially all of the remaining benefits (or prevent other entities from obtaining the benefits) from the goods and services.

The Group and the Company elect to retrospectively apply MFRS 15 to contracts that are not complete at the date of initial application and recognise the cumulative effect of initially applying MFRS 15 as an adjustment to the opening balance of the retained earnings (or other component or equity, as appropriate) of the annual reporting period that includes the date at initial application.

MFRS 16 Leases

MFRS 16, which upon the effective date will supersede MFRS 117 Leases, introduces a single lessee accounting model and requires a lessee to recognise assets and liabilities for all leases with a term of more than 12 months, unless the underlying asset is of low value. Specifically, under MFRS 16, a lessee is required to recognise a right-of-use asset representing its right to use the underlying leased asset and a lease liability representing its obligation to make lease payments. Accordingly, a lessee should recognise depreciation of the right-of-use asset and interest on the lease liability, and also classifies cash repayments of the lease liability into a principal portion and an interest portion and presents them in the statement of cash flows. Also, the right-of-use asset and the lease liability are initially measured on a present value basis. The measurement includes non-cancellable lease payments and also includes payments to be made in optional periods if the lessee is reasonably certain to exercise an option to extend the lease, or not to exercise an option to terminate the lease. This accounting treatment is significantly different from the lessee accounting for leases that are classified as operating leases under the predecessor standard, MFRS 117.

In respect of the lessor accounting, MFRS 16 substantially carries forward the lessor accounting requirements in MFRS 117. Accordingly, a lessor continues to classify its leases as operating leases or finance leases, and to account for those two types of leases differently.

The Company are currently assessing the financial impact that may arise from the adoption of MFRS 16.

**A2 Audit report of preceding annual financial statements**

The preceding year annual audited financial statements for the financial year ended 31 March 2018 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.

**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 Fourth Quarter Ended 31 March 2019**

**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 March 2018 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.

**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 Fourth Quarter Ended 31 March 2019

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

A8 Segmental information

Current quarter 31 March 2019

	Manufacturing	Investment Holding	Elimination	Group
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Revenue from external customers	11,775	-	-	11,775
Interest income	-	-	-	-
	<u>11,775</u>	<u>-</u>	<u>-</u>	<u>11,775</u>

<u>Results</u>				
Segment results	(14,808)	11,326	628	(2,854)
Other unallocated corporate expenses				-
Interest expense				(7)
Interest income				-
Loss before taxation				(2,861)
Income tax expense				(63)
Loss after taxation				<u>(2,924)</u>

	Malaysia	China	UK	USA	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>						
Revenue from external customers	5,088	5,724	963	-	-	11,775
Interest income	-	-	-	-	-	-
	<u>5,088</u>	<u>5,724</u>	<u>963</u>	<u>-</u>	<u>-</u>	<u>11,775</u>

<u>Results</u>						
Segment results	(4,236)	1,226	(472)	-	628	(2,854)
Other unallocated corporate expenses						-
Interest expense						(7)
Interest income						-
Loss before taxation						(2,861)
Income tax expense						(63)
Loss after taxation						<u>(2,924)</u>

	Manufacturing	Investment Holding	Elimination	Group
	RM'000	RM'000	RM'000	RM'000
<u>Assets</u>				
Segment assets	259,080	105,161	(228,940)	135,301
Unallocated assets				4
Consolidated total assets				<u>135,305</u>
<u>Liabilities</u>				
Segment liabilities	206,790	34	(194,278)	12,546
Unallocated liabilities				806
Consolidated total liabilities				<u>13,352</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019

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

A8 Segmental information (Cont'd)

Current quarter 31 March 2018

	Manufacturing RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000		
<u>Revenue</u>						
Revenue from external customers	12,237	-	-	12,237		
Interest income	-	-	-	-		
	<u>12,237</u>	<u>-</u>	<u>-</u>	<u>12,237</u>		
<u>Results</u>						
Segment results	(5,269)	(4,400)	(1,353)	(11,022)		
Other unallocated corporate expenses				15		
Interest expense				(49)		
Interest income				<u>7</u>		
Loss before taxation				(11,049)		
Income tax expense				<u>(56)</u>		
Loss after taxation				<u>(11,105)</u>		
	<b>Malaysia</b> RM'000	<b>China</b> RM'000	<b>UK</b> RM'000	<b>USA</b> RM'000	<b>Elimination</b> RM'000	<b>Group</b> RM'000
<u>Revenue</u>						
Revenue from external customers	7,505	3,028	1,704	-	-	12,237
Interest income	-	-	-	-	-	-
	<u>7,505</u>	<u>3,028</u>	<u>1,704</u>	<u>-</u>	<u>-</u>	<u>12,237</u>
<u>Results</u>						
Segment results	(8,784)	(304)	(581)	-	(1,353)	(11,022)
Other unallocated corporate expenses						15
Interest expense						(49)
Interest income						<u>7</u>
Loss before taxation						(11,049)
Income tax expense						<u>(56)</u>
Loss after taxation						<u>(11,105)</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019

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

A8 Segmental information (Cont'd)

Current year to date 31 March 2019

	Manufacturing	Investment Holding	Elimination	Group
	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>				
Revenue from external customers	47,792	-	-	47,792
Interest income	-	-	-	-
	<u>47,792</u>	<u>-</u>	<u>-</u>	<u>47,792</u>

<u>Results</u>				
Segment results	(10,473)	11,353	(57)	823
Other unallocated corporate expenses				4
Interest expense				(112)
Interest income				47
Profit before taxation				<u>762</u>
Income tax expense				(303)
Profit after taxation				<u>459</u>

	Malaysia	China	UK	USA	Elimination	Group
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<u>Revenue</u>						
Revenue from external customers	24,741	19,328	3,723	-	-	47,792
Interest income	-	-	-	-	-	-
	<u>24,741</u>	<u>19,328</u>	<u>3,723</u>	<u>-</u>	<u>-</u>	<u>47,792</u>

<u>Results</u>						
Segment results	1,022	408	(550)	-	(57)	823
Other unallocated corporate expenses						4
Interest expense						(112)
Interest income						47
Profit before taxation						<u>762</u>
Income tax expense						(303)
Profit after taxation						<u>459</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019

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

A8 Segmental information (Cont'd)

Current year to date 31 March 2018

	Manufacturing RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
<u>Revenue</u>				
Revenue from external customers	55,746	-	-	55,746
Interest income	-	-	-	-
	<u>55,746</u>	<u>-</u>	<u>-</u>	<u>55,746</u>

<u>Results</u>				
Segment results	(4,879)	(5,401)	504	(9,776)
Other unallocated corporate expenses				13
Interest expense				(758)
Interest income				111
Loss before taxation				<u>(10,410)</u>
Income tax expense				(240)
Loss after taxation				<u>(10,650)</u>

	Malaysia RM'000	China RM'000	UK RM'000	USA RM'000	Elimination RM'000	Group RM'000
<u>Revenue</u>						
Revenue from external customers	35,613	13,716	6,417	-	-	55,746
Interest income	-	-	-	-	-	-
	<u>35,613</u>	<u>13,716</u>	<u>6,417</u>	<u>-</u>	<u>-</u>	<u>55,746</u>

<u>Results</u>						
Segment results	(7,193)	(1,748)	(1,339)	-	504	(9,776)
Other unallocated corporate expenses						13
Interest expense						(758)
Interest income						111
Loss before taxation						<u>(10,410)</u>
Income tax expense						(240)
Loss after taxation						<u>(10,650)</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
**For The Fourth Quarter Ended 31 March 2019**

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

**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 March 2018.

**A10 Material events subsequent to the end of the quarter**

On 10 August 2018, the Group has entered into a conditional share sale agreement (“SSA”) with Xue Chengcai and Xu Xuehua (“Purchasers”) for the proposed disposal of its entire equity interest in Jadi Suzhou for a total cash consideration of RMB 32,800,000, including the amount of funds in Jadi Suzhou’s bank accounts as at 10 August 2018 of RMB3.9 million (“Consideration”).

The ownership of Jadi Suzhou has been officially changed on 10 September 2018. On behalf of the Group, Zhuhai Jadi Imaging Technologies Co., Ltd, a wholly-owned subsidiary of the Group has received the total proceeds of RMB32,800,000 (equivalent to RM20,336,000) (“Proceeds”) paid by the Purchasers.

On 26 April 2019, the Group had remitted partially of the Proceeds amounting to RMB15,801,475 (equivalent to RM9,589,915) back to the Group’s bank account in Malaysia. The balance of the Proceeds amounting to RMB16,998,525 will be utilized as an intercompany loan from the Group to Zhuhai Jadi Imaging Technologies Co., Ltd for working capital purposes.

**A11 Changes in the composition of the Group**

There were no changes in the composition of the Group during the current quarter under review except for Jadi Suzhou, which has on 10 September 2018 ceased to be a wholly-owned subsidiary of JADI. Please refer to note A10 for further detail.

**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 24 May 2019 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

**A13 Capital commitments**

There were no capital commitments for the current quarter under review.

**A14 Significant related party transactions**

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

**A15 Cash and cash equivalents**

	<b>As At</b>
	<b>31 Mar 2019</b>
	<b>RM'000</b>
Cash and bank balances	15,004
Fixed deposits with licensed banks	56
	<u>15,060</u>



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
For The Fourth Quarter Ended 31 March 2019

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

**B1 Detailed Analysis**

**Financial review for current quarter and financial year to date:**

	INDIVIDUAL QUARTER			CUMULATIVE QUARTER		
	Current Year	Preceding Year	Changes	Current Year	Preceding Year	Changes
	31 Mar 2019	31 Mar 2018	(%)	31 Mar 2019	31 Mar 2018	(%)
	RM'000	RM'000		RM'000	RM'000	
Revenue	11,775	12,237	-4%	47,792	55,746	-14%
Gross (loss)/profit	(2,196)	(3,880)	43%	(3,937)	(1,540)	156%
(Loss)/Profit before taxation	(2,861)	(11,049)	-74%	762	(10,410)	-107%
(Loss)/Profit after taxation	(2,924)	(11,105)	-74%	459	(10,650)	-104%

For the current quarter, the Group's revenue has decreased by 4% mainly contributed by the restructuring of a range of product pricing and customer base. The Group reported a loss before tax during the current quarter mainly due to high production cost.

**Segmental review for current quarter and financial year to date:**

The performance of the business segments for the current quarter ended 31 March 2019 as compared to preceding quarter ended 31 March 2018 is as below:

- a) Manufacturing  
Current quarter's gross loss is also attributed by low productivity as a result high production cost.
- b) Investment Holding  
There were no fixed deposit placements with any financial institutions.

The performance of the geographical segments for the current quarter 31 March 2019 as compared to preceding quarter 31 March 2018 is as below:

- a) Malaysia  
For the current quarter, the revenue in the Malaysian operation has decreased mainly contributed by lower volume in mono and colour toner sales.
- b) China  
The segmental result has recorded a profit before taxation during the current quarter mainly contributed by increase in sales volume.
- c) UK  
Segmental result has recorded a lower loss before taxation during the quarter after the restructuring of UK operation.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
For The Fourth Quarter Ended 31 March 2019

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

**B2 Variation of results against preceding quarter**

Financial review for current quarter compared with immediate preceding quarter:

	<b>Current Quarter 31 Mar 2019 RM'000</b>	<b>Immediate Preceding Quarter 31 Dec 2018 RM'000</b>	<b>Changes (%)</b>
Revenue	11,775	15,802	-25%
Gross (loss)/profit	(2,196)	705	411%
(Loss)/Profit before taxation	(2,861)	9,822	129%
(Loss)/Profit after taxation	<u>(2,924)</u>	<u>9,603</u>	130%

Compared to preceding quarter ended 31 December 2018, the Group has recorded lower revenue in the current quarter under review with a decrease of 25% in overall sales volume. In previous quarter, the Group has recorded a Profit Before Taxation due to the recognition of gain from disposal of a subsidiary, JADI Imaging Technologies (Suzhou) Co., Ltd.

**B3 Prospects**

As the global toner demand is projected to remain flat, the Group anticipates the competition within the aftermarket toner industry to intensify leading to more consolidations within the industry. The Group has embarked on a transformation exercise by moving downstream to distribute its monochrome bulk toners, colour bulk toners and finished toner cartridges to retail buyers and small distributors. Embracing change for growth, the Group is tapping into the e-commerce platforms across all the 3 distribution hubs in Malaysia, China and UK, to channel directly to these retail buyers and small distributors. The Group has also started to sell under its own private label jaditoner.com to create JADI branding awareness.

**B4 Profit forecast and profit guarantee**

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

**B5 Income tax expense**

	<b>Current quarter 31 Mar 2019 RM'000</b>	<b>Current year To date 31 Mar 2019 RM'000</b>
Income tax		
Current year	-	-
Under provision in prior years	-	-
Deferred tax expense		
Current year	63	303
	<u>63</u>	<u>303</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.



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

**QUARTERLY REPORT ON CONSOLIDATED RESULTS  
For The Fourth Quarter Ended 31 March 2019**

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

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

As at 31 March 2019, the Group had total borrowings of approximately RM46k, details of which are set out below:

	31 Mar 2019 RM'000	31 Mar 2018 RM'000
Interest bearing borrowings:		
<i>Long term borrowings</i>		
Secured:		
Hire purchase	14	46
	<u>14</u>	<u>46</u>
<i>Short term borrowings</i>		
Unsecured:		
Revolving credit	-	-
Secured:		
Hire purchase	32	31
Trade finance (in RM)	-	1,458
Trade finance (in USD)	-	360
Trade finance (in JPY)	-	-
	<u>32</u>	<u>1,849</u>

**B7 Derivatives**

As at 31 March 2019, 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.

**B9 Dividends**

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

**B10 Earnings per share**

	Current quarter 31 Mar 2019	Current year To date 31 Mar 2019
<i>(a) Basic earnings per share</i>		
(Loss)/Profit attributable to ordinary equity holders of the Company (RM'000)	(2,924)	459
Issued ordinary shares at 1 January 2019 / 1 April 2018 ('000)	941,700	941,700
Weighted average number of ordinary shares in issue ('000)	<u>941,700</u>	<u>941,700</u>
Basic earnings per share (sen)	<u>(0.31)</u>	<u>0.05</u>
<i>(b) Diluted earnings per share</i>		
(Loss)/Profit attributable to ordinary equity holders of the Company (RM'000)	(2,924)	459
Weighted average number of ordinary shares for basic earnings per share ('000)	941,700	941,700
Weighted average number of ordinary shares in issue ('000)	<u>941,700</u>	<u>941,700</u>
Diluted earnings per share (sen)	<u>(0.31)</u>	<u>0.05</u>





JADI IMAGING HOLDINGS BERHAD (526319 - P)

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**  
For The Fourth Quarter Ended 31 March 2019

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

**B11 Status of corporate proposals**

There is no pending corporate proposal apart from the disposal of the entire equity interest in Jadi Suzhou as stated in Note A10.

**B12 Realised and unrealised profits 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 31 Mar 2019 RM'000	As at 31 Mar 2018 RM'000
Total retained profits of the Company and its subsidiaries:		
- Realised	13,008	9,847
- Unrealised	(327)	(195)
	<u>12,681</u>	<u>9,652</u>
Less: Consolidation adjustments	(2,890)	(332)
	<u>9,791</u>	<u>9,320</u>

**B13 Profit before taxation**

	Current quarter 31 Mar 2019 RM'000	Current year To date 31 Mar 2019 RM'000
Profit before taxation is arrived at after charging/(crediting):-		
Interest income	-	(47)
Other income	(51)	(361)
Interest expense	7	112
Depreciation and amortisation	1,985	8,199
Foreign exchange (gain)/loss	(549)	(2,165)

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**  
31 May 2019