



JCY INTERNATIONAL BERHAD

(713422 X)

(Incorporated in Malaysia)

Interim Financial Statements

30 Sep 2017



JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For the Financial Year Ended 30 September 2017 (Unaudited)

	Individual Quarter 3 Months Ended		Financial Year Ended	
	30 Sep 2017 Unaudited RM'000	30 Sep 2016 Unaudited RM'000	30 Sep 2017 Unaudited RM'000	30 Sep 2016 Audited RM'000
Revenue	389,524	411,204	1,599,391	1,740,493
Cost of sales	<u>(383,646)</u>	<u>(424,000)</u>	<u>(1,539,647)</u>	<u>(1,688,040)</u>
Gross profit	5,878	(12,796)	59,744	52,453
Other operating income	1,405	2,939	9,702	8,909
Foreign exchange gain / (loss)	(407)	4,245	18,564	(6,007)
General and administrative expenses	(9,988)	(10,189)	(33,356)	(53,727)
Derivative gain / (loss)	-	5,436	(4,209)	4,023
Other operating expenses	<u>-</u>	<u>(11,213)</u>	<u>-</u>	<u>(11,213)</u>
Profit / (loss) from operations	(3,112)	(21,578)	50,445	(5,562)
Finance costs	<u>(377)</u>	<u>(285)</u>	<u>(1,535)</u>	<u>(1,362)</u>
Profit / (loss) before taxation	(3,489)	(21,863)	48,910	(6,924)
Income tax expense	<u>(408)</u>	<u>7,274</u>	<u>(5,308)</u>	<u>(1,298)</u>
Net profit / (loss) for the period	<u>(3,897)</u>	<u>(14,589)</u>	<u>43,602</u>	<u>(8,222)</u>
Other comprehensive (loss) / income:				
- Foreign currency translation	940	3,736	4,358	(25,854)
Total comprehensive (loss) / income for the period	<u>(2,957)</u>	<u>(10,853)</u>	<u>47,960</u>	<u>(34,076)</u>
Net profit / (loss) attributable to:				
- Equity holders of the Company	(3,897)	(14,589)	43,602	(8,222)
Basic earning / (loss) per share (Sen)	(0.19)	(0.71)	2.12	(0.40)
Diluted earning / (loss) per share (Sen)	<u>(0.19)</u>	<u>(0.71)</u>	<u>2.12</u>	<u>(0.40)</u>
Total comprehensive income / (loss) attributeable to:				
- Equity holders of the Company	(2,957)	(10,853)	47,960	(34,076)
Basic total comprehensive income / (loss) per share for the period (sen)	(0.14)	(0.53)	2.33	(1.66)
Diluted total comprehensive income / (loss) per share for the period (sen)	<u>(0.14)</u>	<u>(0.53)</u>	<u>2.33</u>	<u>(1.66)</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

As at 30 September 2017 (Unaudited)

	As At 30 Sep 2017 Unaudited RM'000	As At 30 Sep 2016 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	509,663	556,536
Land use rights	27,672	28,280
Deferred tax assets	2,858	3,899
Restricted bank deposits	1,633	1,541
	<u>541,826</u>	<u>590,256</u>
Current assets		
Inventories	240,077	255,718
Trade and other receivables	314,338	319,422
Other current assets	8,975	9,235
Tax recoverable	5,273	94
Cash and bank balances	296,313	281,914
	<u>864,976</u>	<u>866,383</u>
TOTAL ASSETS	<u><u>1,406,802</u></u>	<u><u>1,456,639</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	536,732	519,030
Reserves	554,737	616,752
Total equity	<u>1,091,469</u>	<u>1,135,782</u>
Non-current liabilities		
Deferred tax liabilities	36,146	34,015
Long term employees benefits	5,052	4,267
	<u>41,198</u>	<u>38,282</u>
Current liabilities		
Trade and other payables	203,674	202,256
Short term borrowings	54,602	50,608
Tax payable	401	-
Dividends payable	15,458	25,752
Derivative liabilities	-	3,959
	<u>274,135</u>	<u>282,575</u>
Total liabilities	<u>315,333</u>	<u>320,857</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,406,802</u></u>	<u><u>1,456,639</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to the interim financial statements.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the Financial Year Ended 30 September 2017 (Unaudited)

	Non-distributable ←----->				Distributable ←----->		Total RM'000
	Share capital RM'000	Foreign currency translation reserve RM'000	Share premium RM'000	ESOS reserves RM'000	Treasury shares RM'000	Retained earnings RM'000	
At 01 October 2016	519,030	61,549	17,112	1,133	(15,584)	552,542	1,135,782
Total comprehensive income for the period	-	4,358		-	-	43,602	47,960
Effects of Companies Act 2016*	17,112	-	(17,112)	-	-	-	-
Transactions with owners:-							
Dividend	-	-	-	-	-	(92,724)	(92,724)
Exercise of ESOS	590	-	-	(139)	-	-	451
At 30 September 2017	536,732	65,907	-	994	(15,584)	503,420	1,091,469
At 01 October 2015	515,669	87,403	9,686	3,719	(15,584)	699,812	1,300,705
Total comprehensive income for the period	-	(25,854)		-	-	(8,222)	(34,076)
Transactions with owners:-							
Dividend	-	-	-	-	-	(139,048)	(139,048)
Exercise of ESOS	3,361	-	7,426	(2,586)	-	-	8,201
At 30 September 2016	519,030	61,549	17,112	1,133	(15,584)	552,542	1,135,782

* Pursuant to Section 618(2) of the Companies Act 2016, any amount standing to the credit of the share premium account shall become part of the share capital.

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For the Financial Year Ended 30 September 2017 (Unaudited)

	Year Ended	
	30 Sep 2017	30 Sep 2016
CASH FLOWS FROM	Unaudited	Audited
OPERATING ACTIVITIES	RM'000	RM'000
Profit before taxation	48,910	(6,924)
Adjustments for :		
Depreciation	94,509	96,491
Amortisation of prepaid land lease	641	487
(Gain)/loss on disposal of PPE / land use right	(120)	(1,994)
Inventory written down to NRV and obsolete inventory written-off	445	851
Unrealised loss on foreign exchange	2,660	21,558
Derivative loss/(gain)	4,209	(4,023)
Property, plant and equipment written off	614	22,426
Impairment loss on property, plant and equipment	-	11,213
Impairment loss on trade receivables	-	2,815
Defined benefit plan	527	1,579
Interest income	(3,936)	(4,816)
Interest expense	1,535	975
Operating cash flow before working capital changes	149,994	140,638
Inventories	15,196	121,476
Receivables	(9,573)	(19,119)
Other Current Assets	260	5,884
Derivatives	(8,168)	-
Payables	4,971	(60,657)
Cash generated from operations	152,680	188,222
Interest paid	(1,535)	(975)
Tax (paid) / recovered	(6,914)	(802)
Net cash generated from operating activities	144,231	186,445

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For the Financial Year Ended 30 September 2017 (Unaudited)

	Year Ended	
	30 Sep 2017	30 Sep 2016
(Continued)		
CASH FLOWS FROM	Unaudited	Audited
 INVESTING ACTIVITIES	RM'000	RM'000
Purchase of property, plant and equipment / land use right	(42,301)	(75,297)
Proceeds from disposal of property, plant and equipment / land use right	3,600	12,547
Interest received	3,936	4,816
Net cash used in investing activities	<u>(34,765)</u>	<u>(57,934)</u>
CASH FLOWS FROM		
 FINANCING ACTIVITIES		
Dividend paid	(103,018)	(138,880)
Proceed from issuance of shares pursuant to exercise of ESOS	451	8,201
Additional restricted bank deposits	-	(122)
Additional deposits with investment fund operated by financial institution	(1,447)	(40,782)
Drawdown / (repayment) of short-term borrowings	4,291	(82,495)
Net cash used in financing activities	<u>(99,723)</u>	<u>(254,078)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	9,743	(125,567)
EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES	3,209	(16,789)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	<u>241,132</u>	<u>383,488</u>
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u><u>254,084</u></u>	<u><u>241,132</u></u>
Reconciliation with Cash and Bank Balances:-		
 Cash and Cash Equivalents	254,084	241,132
 Deposits with Investment Fund operated by Financial Institution	<u>42,229</u>	<u>40,782</u>
CASH AND BANK BALANCES	<u><u>296,313</u></u>	<u><u>281,914</u></u>

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2017

A1. BASIS OF PREPARATION

These interim financial statements are unaudited and have been prepared in compliance with MFRS 134: Interim Financial Reporting, IAS 34: Interim Financial Reporting and Paragraph 9.22 of the Bursa Malaysia Securities Berhad's Main Market Listing Requirements ("Main Market LR").

The interim financial statements should be read in conjunction with the audited financial statements for the year ended 30 September 2016 and the accompanying explanatory notes attached to this interim financial statements. These explanatory notes provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of JCY International Berhad and its subsidiaries ("the Group") since the financial year ended 30 September 2016.

A2. CHANGES IN ACCOUNTING POLICIES

The accounting policies and methods of computation adopted by the Group in these interim financial statements are consistent with those adopted in the financial statements for the year ended 30 September 2016, except for the following new Malaysian Financial Reporting Standards ("MFRSs") and Amendments to MFRSs adopted by the Group for the financial year ending 30 September 2017:-

Effective for financial periods beginning on or after 1 January 2016

Annual Improvements to MFRSs 2012-2014 Cycle

Amendments to MFRS 11: Accounting for Acquisitions of Interests in Joint operations

Amendments to MFRS 116 and MFRS 138: Clarification of Acceptable Methods of Depreciation and Amortisation

Amendments to MFRS 116 and MFRS 141: Agriculture: Bearer Plants

Amendments to MFRS 127: Equity Method in Separate Financial Statements

Amendments to MFRS 10, MFRS 12 and MFRS 128: Investment Entities:

Applying the Consolidation Exception

Amendments to MFRS 101: Disclosure Initiative

MFRS 14 Regulatory Deferral Accounts

A3. AUDITORS' REPORT IN PRECEDING FINANCIAL STATEMENTS

The auditors' report on the financial statements for the preceding year was not subject to any audit qualification.

A4. SEASONAL OR CYCLICAL FACTORS

The Group does not experience significant fluctuations in operations due to seasonal factors, although demand for hard disk drive ("HDD") components tends to increase slightly during the last quarter of the financial year as a result of higher demand for HDDs.

A5. UNUSUAL ITEMS AFFECTING THE ASSETS, LIABILITIES, EQUITY, NET INCOME OR CASHFLOW

There were no unusual items affecting assets, liabilities, equity, net income or cash flows during the financial quarter ended 30 September 2017.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2017

A6. MATERIAL CHANGES IN ACCOUNTING ESTIMATES

There were no material changes in accounting estimates that have had a material effect in the current financial period results.

A7. CAPITAL COMMITMENTS

The Group has capital commitments for the followings:

	As at 30 Sep 17 RM'000	As at 30 Sep 16 RM'000
Approved and contracted for :		
Purchase of properties, plants and equipment	20,181	10,293

A8. DEBTS AND EQUITY SECURITIES

There were no issuance, repurchase, cancellation, resale and repayment of debt and equity securities during the quarter under review.

A9. DIVIDENDS PAID

Dividends declared or paid, if any, during the financial quarter under review and the financial year ending 30 September 2017 are disclosed in note B11.

A10. DILUTED EARNINGS PER SHARE

Basic and diluted earnings per share are disclosed in the Condensed Consolidated Statements of Comprehensive Income and note B12.

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2017

A11. SEGMENTAL INFORMATION

The Group's activities are predominantly in the sector of trading, manufacturing and assembling of HDD components. As such, segmental information is only presented by geographical segments. The geographical segments are based on the location of assets and these are :

- (i) Malaysia
- (ii) Thailand
- (iii) Others : These consist of segments which cover mainly China and Singapore but which individually fall below the 10% threshold of a reportable segment

	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Financial Year Ended 30 September 2017					
Segment revenue					
Sales to external customers	1,153,466	446,235	(310)	-	1,599,391
Inter-segment sales	267,006	-	70,596	(337,602)	-
Total	1,420,472	446,235	70,286	(337,602)	1,599,391
Segment results	20,779	19,971	4,390	(1,538)	43,602
As at 30 September 2017					
Total assets	1,411,456	212,370	264,896	(481,920)	1,406,802
Total liabilities	316,861	204,389	229,192	(435,109)	315,333
	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
Financial Year Ended 30 September 2016					
Segment revenue					
Sales to external customers	1,345,946	394,522	25	-	1,740,493
Inter-segment sales	247,107	-	69,827	(316,934)	-
Total	1,593,053	394,522	69,852	(316,934)	1,740,493
Segment results	73,644	15,137	(40,124)	(56,879)	(8,222)
As at 30 September 2016					
Total assets	1,484,581	249,780	256,028	(533,750)	1,456,639
Total liabilities	318,492	261,232	225,333	(484,200)	320,857

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 30 SEPTEMBER 2017

A12. VALUATION OF PROPERTY, PLANT AND EQUIPMENT

The Group did not revalue any of its property, plant and equipment during the current quarter under review.

A13. CHANGES IN THE COMPOSITION OF THE GROUP

There were no changes in the composition of the Group during the financial year.

A14. CONTINGENT LIABILITIES

There were no changes in contingent liabilities since the previous Statement of Financial Position as at 30 September 2016 except as disclosed in note B10.

A15. RELATED PARTY TRANSACTIONS

	Financial Year Ended	
	30-Sep-17	30-Sep-16
	RM'000	RM'000
PCA Mahlin Technology Sdn. Bhd. - a company in which a director is the brother of the Company's substantial shareholder		
- Rental of building	-	900
- Payment for acquisition of land and building	-	2,300
	<u>-</u>	<u>2,300</u>
YK Technology (Foshan) Co., Ltd - a company in which a substantial shareholder has equity interest in a company in which a director is also the key management personnel		
- Rental of building	-	572
	<u>-</u>	<u>572</u>

A16. MATERIAL EVENT SUBSEQUENT TO END OF CURRENT FINANCIAL QUARTER

There was no material event after the current financial quarter under review that have not been reflected in the financial statements for the period.

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B1. REVIEW OF PERFORMANCE

	Revenue		Net Profit / (Loss)	
	3 Months Ended		3 Months Ended	
	30 Sep 17	30 Sep 16	30 Sep 17	30 Sep 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	345,438	364,616	(15,619)	70,891
Thailand	102,227	91,453	5,618	4,161
Group	389,524	411,204	(3,897)	(14,589)

	Revenue		Net Profit / (Loss)	
	Financial Year Ended		Financial Year Ended	
	30 Sep 17	30 Sep 16	30 Sep 17	30 Sep 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	1,420,472	1,593,053	20,779	73,644
Thailand	446,235	394,522	19,971	15,137
Group	1,599,391	1,740,493	43,602	(8,222)

Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM389.5 million for the reporting quarter and RM1,599 million for the financial year under review, representing a reduction of 5.3% and 8.1% respectively compared to previous year's corresponding periods. The reduction in revenue comparing to the previous corresponding periods was due mainly to lower overall volume shipped and lower Average Selling Price (ASP).

The Group recorded a net loss of RM3.9 million for the reporting quarter and a net profit RM43.6 million for the cumulative period under review, compared to net loss of RM14.6 million and RM8.2 million respectively in the previous year's corresponding periods, the improvement in net results was due mainly to favourable USD exchange rate against Ringgit recorded in current reporting periods.

As our segmental report is based on geographical performance with similar business activities, the factors affecting the earnings and revenue for Malaysia and Thailand segments are similar to those affecting the Group as discussed above.

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group recorded a revenue of approximately RM389.5 million for the reporting quarter or 0.2% lower compared to RM390.2 million recorded in the immediate preceding quarter ended 30 June 2017, this was due mainly to the lower ASP and unfavourable USD exchange rate recorded in the reporting quarter, despite the quantity shipped in the quarter under review increased comparing to previous quarter.

The Group also recorded a loss before tax of RM3.5 million for the reporting quarter, a 73.2% improvement compared to loss before tax of RM13.0 million reported in the immediate preceding quarter ended 30 June 2017. The reduction of profit was due mainly to unfavourable USD exchange rate

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B3. FUTURE PROSPECT

It is expected that for the quarter ending 31 December 2017 TAM (Total Addressable Markets) will remain substantially unchanged from the previous quarter. Demand is likely to remain flat for the first half for 2018.

Nevertheless, cloud storage and more general webscale growth remain strong, creating a foundation for further acceleration in capital investment, from which component suppliers will benefit.

JCY continues to be competitive in the HDD space, and we are also exploring the possibilities of utilizing our competencies and capabilities in other related fields.

B4. VARIANCE FROM PROFIT FORECAST

Not applicable as the Group has not issued any profit forecast for the period under review.

B5. TAXATION

Domestic current income tax is calculated at the statutory tax rate of 24% (2016: 24%) of the estimated assessable profit for the year. Taxation for other jurisdictions is calculated at the rates prevailing in the respective jurisdictions. Certain subsidiaries of the Group enjoy tax exemptions from the relevant authorities on their business income for current and future periods. The computation of deferred tax as at 30 September 2017 has reflected the effects of such exemptions.

	Financial Year Ended 30 Sep 17 RM'000	Financial Year Ended 30 Sep 16 RM'000
Current year tax	2,024	908
(Over-)/Under-provision in previous year	(110)	11
Relating to temporary tax differences	<u>3,394</u>	<u>379</u>
	<u><u>5,308</u></u>	<u><u>1,298</u></u>

B6. PROFIT ON SALES OF UNQUOTED INVESTMENT OR PROPERTIES

There were no sales of unquoted investment or property by the Group for the current quarter under review.

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B7. STATUS OF CORPORATE PROPOSALS

There were no corporate proposals which had been announced but not yet completed.

B8. BORROWING AND DEBT SECURITIES

Save as disclosed below, there were no other borrowings or debt securities in the Group as at 30 September 2017.

	As At 30 Sep 17	As At 30 Sep 16
	RM'000	RM'000
Short Term Borrowings		
Foreign currency trade loans	54,602	50,428
Bills payable	-	180
Total short term borrowings	<u>54,602</u>	<u>50,608</u>

All the above borrowings are unsecured.

B9. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

The Group does not have any off balance sheet financial instruments.

B10. MATERIAL LITIGATION

There is no major changes to material litigation since the last statement of financial position date as of 30 September 2013, save for:-

Tenaga Nasional Berhad ("TNB") vs JCY HDD Technology Sdn Bhd ("JCY HDD")

A subsidiary of the Company, JCY HDD Technology Sdn. Bhd. ("JCY HDD"), has received letters dated 14 December 2010 from Tenaga Nasional Berhad ("TNB") claiming for additional electricity charges of approximately RM8.36 million. JCY HDD had disputed the claims and had discussed with TNB as to their basis and quantification of the additional electricity charges.

On 15 December 2011, the Judge fixed for decision for the case after a preliminary question of law that TNB's claim is only restricted to 3 months backcharges and JCY HDD is only required to pay to TNB for an amount of approximately RM1.05 million. However, TNB had filed an appeal to the Court of Appeal against the decision of the High Court made on 15 December 2011.

Proceedings of this case are on-going and further trial dates have been fixed on 13th and 14th of December 2017.

There will be no significant financial impact arising from the case as the major shareholder of the Company has undertaken to indemnify the Company for any claim awarded.

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(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B11. DIVIDENDS

	In Respect of	
	Financial	Financial
	Year Ended	Year Ended
	30 Sep 17	30 Sep 16
	RM'000	RM'000
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 26 Feb 2016 and paid on 8 Apr 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 19 May 2016 and paid on 12 Jul 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 18 Aug 2016 and paid on 6 Oct 2016		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 24 Nov 2016 and paid on 06 Jan 2017*		25,752
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,172,300 ordinary shares (excluding Treasury Shares), declared on 19 Feb 2017 and paid on 07 Apr 2017	25,752	
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 18 May 2017 and paid on 11 Jul 2017	25,761	
Single Tier Interim Dividend of 0.75 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 17 Aug 2017 and paid on 10 Oct 2017	15,457	
The Board has further resolved to declare a Single Tier Tax Exempt Fourth Interim Dividend for the financial year ended 30 September 2017 of 0.5 sen per share on 28 November 2017 with the entitlement date and payable date to be determined in due course.		

* Being dividend declared for the results of financial year ended 30 September 2016, but paid and recognised in financial year ending 30 September 2017

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JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B12. EARNINGS PER SHARE

The basic and diluted earnings per share were derived as below:-

	3 months Ended		Financial Year Ended	
	30 Sep 17	30 Sep 16	30 Sep 17	30 Sep 16
Net (loss) / profit (RM '000)	(3,897)	(14,589)	43,602	(8,222)
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,060,172	2,060,544	2,049,776
Basic (loss) / earnings per share (Sen)	(0.19)	(0.71)	2.12	(0.40)
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,065,353	2,060,544	2,056,309
Diluted (loss) / earnings per share (Sen)	(0.19)	(0.71)	2.12	(0.40)

B13. PROFIT BEFORE TAX

The following items have been included in arriving at profit before tax:

	3 months Ended		Financial Year Ended	
	30 Sep 17	30 Sep 16	30 Sep 17	30 Sep 16
After charging:-	RM'000	RM'000	RM'000	RM'000
Interest Expense	377	285	1,535	1,362
Depreciation and Amortization	22,115	22,611	95,150	96,978
Foreign Exchange Loss (net)	407	-	-	6,007
Loss on disposal of property, plant and equipment / land use rights (net)	-	-	-	-
Property, plant and equipment written-off	614	8,427	614	22,426
Provision for and write off of receivables	-	2,815	-	2,815
Derivative losses	-	-	4,209	-
After crediting:-				
Interest Income	798	436	3,936	4,816
Other Income	607	2,503	5,766	4,093
Foreign Exchange Gain (Net)	-	4,245	18,564	-
Gain on disposal of property, plant and equipment (Net)	10	2,710	120	1,994
Derivative gains	-	5,436	-	4,023

There were no gain or loss on disposal of quoted or unquoted investments, inventory written down to NRV and obsolete inventory written-off and exceptional items for the current quarter under review and the Financial Year ended 30 September 2017.

JCY International Berhad

(Incorporated in Malaysia - Company No. 713422-X)

ADDITIONAL NOTES REQUIRED BY THE LISTING REQUIREMENT OF BURSA MALAYSIA SECURITIES BERHAD

B14. DISCLOSURE ON REALISED AND UNREALISED PROFITS / LOSSES

	As at	
	30 Sep 17	30 Sep 16
	RM'000	RM'000
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	517,852	534,488
- Unrealised Profit	<u>(3,435)</u>	<u>27,514</u>
	514,417	562,002
Less: Consolidation adjustments	<u>(10,997)</u>	<u>(9,460)</u>
Retained earnings per financial statements	<u>503,420</u>	<u>552,542</u>

By Order of the Board

Company Secretary
28 November 2017