



JCY INTERNATIONAL BERHAD

(713422 X)

(Incorporated in Malaysia)

Interim Financial Statements

30 Jun 2018



JCY International Berhad

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 30 June 2018 (Unaudited)

	Individual Quarter 3 Months Ended		Cumulative 9 Months Ended	
	30 Jun 2018 Unaudited RM'000	30 Jun 2017 Unaudited RM'000	30 Jun 2018 Unaudited RM'000	30 Jun 2017 Unaudited RM'000
Revenue	332,125	390,200	1,067,905	1,209,867
Cost of sales	(342,849)	(386,905)	(1,099,791)	(1,156,001)
Gross profit	(10,724)	3,295	(31,886)	53,866
Other operating income	1,810	1,324	5,622	8,297
Foreign exchange gain / (loss)	6,880	(9,722)	(11,139)	18,971
General and administrative expenses	(6,086)	(7,538)	(21,142)	(23,368)
Derivative gain / (loss)	-	-	-	(4,209)
Profit / (loss) from operations	(8,120)	(12,641)	(58,545)	53,557
Finance costs	(900)	(333)	(2,283)	(1,158)
Profit / (loss) before taxation	(9,020)	(12,974)	(60,828)	52,399
Income tax expense	(783)	2,990	(1,433)	(4,900)
Net profit / (loss) for the period	(9,803)	(9,984)	(62,261)	47,499
Other comprehensive (loss) / income:				
- Foreign currency translation	(2,481)	(2,419)	(8,248)	5,837
Total comprehensive (loss) / income for the period	(12,284)	(12,403)	(70,509)	53,336
Net profit / (loss) attributable to:				
- Equity holders of the Company	(9,803)	(9,984)	(62,261)	47,499
Basic earning / (loss) per share (Sen)	(0.48)	(0.48)	(3.02)	2.31
Diluted earning / (loss) per share (Sen)	(0.48)	(0.48)	(3.02)	2.30
Total comprehensive income / (loss) attributable to:				
- Equity holders of the Company	(12,284)	(12,403)	(70,509)	53,336
Basic total comprehensive income / (loss) per share for the period (sen)	(0.60)	(0.60)	(3.42)	2.59
Diluted total comprehensive income / (loss) per share for the period (sen)	(0.60)	(0.60)	(3.42)	2.58

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 June 2018 (Unaudited)

	As At 30 Jun 2018 Unaudited RM'000	As At 30 Sep 2017 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	479,176	510,125
Land use rights	27,141	27,672
Deferred tax assets	2,756	2,858
Restricted bank deposits	1,574	1,633
	<u>510,647</u>	<u>542,288</u>
Current assets		
Inventories	226,058	234,881
Trade and other receivables	276,977	313,860
Other current assets	6,641	8,975
Tax recoverable	7,399	5,855
Cash and bank balances	253,005	296,306
	<u>770,080</u>	<u>859,877</u>
TOTAL ASSETS	<u><u>1,280,727</u></u>	<u><u>1,402,165</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	536,732	536,732
Reserves	460,961	552,078
Total equity	<u>997,693</u>	<u>1,088,810</u>
Non-current liabilities		
Deferred tax liabilities	36,586	36,586
Long term employees benefits	4,887	5,052
	<u>41,473</u>	<u>41,638</u>
Current liabilities		
Trade and other payables	185,318	201,657
Short term borrowings	56,243	54,602
Tax payable	-	-
Dividends payable	-	15,458
	<u>241,561</u>	<u>271,717</u>
Total liabilities	<u>283,034</u>	<u>313,355</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,280,727</u></u>	<u><u>1,402,165</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 Period Ended 30 June 2018 (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 2017	536,732	65,907	-	-	(15,584)	501,755	1,088,810
Total comprehensive income for the period	-	(8,248)		-	-	(62,261)	(70,509)
Transactions with owners:-							
Dividend	-	-	-	-	-	(20,608)	(20,608)
At 30 June 2018	536,732	57,659	-	-	(15,584)	418,886	997,693
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	-	3,418		-	-	47,499	50,917
Effects of Companies Act 2016*	17,112	-	(17,112)	-	-	-	-
Transactions with owners:-							
Exercise of ESOS	590	-	-	(139)	-	-	451
Dividend						(77,266)	(77,266)
At 30 June 2017	536,732	64,967	-	994	(15,584)	522,775	1,109,884
Total comprehensive income for the period	-	940		-	-	(6,558)	(5,618)
Transactions with owners:-							
Dividend	-	-	-	-	-	(15,456)	(15,456)
Exercise of ESOS	-	-	-	-	-	-	-
Transfer of ESOS upon expiry	-	-	-	(994)	-	994	-
At 30 September 2017	536,732	65,907	-	-	(15,584)	501,755	1,088,810

* 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.

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 CASH FLOWS For The Period Ended 30 June 2018 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2018	30 Jun 2017
	Unaudited	Unaudited
	RM'000	RM'000
CASH FLOWS FROM		
OPERATING ACTIVITIES		
Profit before taxation	(60,828)	52,399
Adjustments for :		
Depreciation	66,780	72,555
Amortisation of prepaid land lease	480	480
(Gain)/loss on disposal of PPE / land use right	(784)	(110)
Unrealised (gain)/loss on foreign exchange	(880)	9,824
Derivative loss/(gain)	-	4,209
Property, plant and equipment written off	48	-
Interest income	(4,528)	(3,138)
Interest expense	1,690	1,158
Operating cash flow before working capital changes	1,978	137,377
Inventories	8,823	(11,748)
Receivables	51,330	(60,333)
Other Current Assets	2,334	(137)
Derivatives	-	(8,168)
Payables	(21,169)	2,122
Cash generated from operations	43,296	59,113
Interest paid	(1,690)	(1,158)
Tax (paid) / recovered	(2,875)	(2,034)
Net cash generated from operating activities	38,731	55,921

(The rest of the page has been intentionally left blank)

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 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 CASH FLOWS For The Period Ended 30 June 2018 (Unaudited)

	Cumulative 9 Months Ended	
	30 Jun 2018	30 Jun 2017
(Continued)		
CASH FLOWS FROM	Unaudited	Unaudited
 INVESTING ACTIVITIES	RM'000	RM'000
Purchase of property, plant and equipment / land use right	(50,386)	(26,163)
Proceeds from disposal of property, plant and equipment / land use right	7,463	1,401
Interest received	4,528	3,138
Net cash used in investing activities	<u>(38,395)</u>	<u>(21,624)</u>
CASH FLOWS FROM		
 FINANCING ACTIVITIES		
Dividend paid	(36,066)	(77,256)
Proceed from issuance of shares pursuant to exercise of ESOS	-	451
Additional restricted bank deposits	-	-
Additional deposits with investment fund operated by financial institution	(1,131)	(1,046)
Drawdown / (repayment) of short-term borrowings	326	9,050
Net cash used in financing activities	<u>(36,871)</u>	<u>(68,801)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(36,535)	(34,504)
EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES	(7,897)	(1,595)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	254,077	241,132
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>209,645</u>	<u>205,033</u>
Reconciliation with Cash and Bank Balances:-		
 Cash and Cash Equivalents	209,645	205,033
 Deposits with Investment Fund operated by Financial Institution	43,360	41,828
CASH AND BANK BALANCES	<u>253,005</u>	<u>246,861</u>

(The rest of the page has been intentionally left blank)

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2017 and the accompanying explanatory notes attached to the interim financial statements.

JCY International Berhad

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2018

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 2017 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 2017.

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 2017, 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 2018:-

Effective for financial periods beginning on or after 1 January 2017

MFRS 107 (Amendments to MFRS 107: Disclosures Initiatives)

Amendments to MFRS 112: Recognition of Deferred Tax Assets for Unrealised Losses

Amendments to MFRS 12: Disclosure of Interests in Other Entities

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 June 2018.

JCY International Berhad

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2018

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 Jun 18 RM'000	As at 30 Sep 17 RM'000
Approved and contracted for :		
Purchase of properties, plants and equipment	9,350	20,069

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 2018 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.

(The rest of the page has been intentionally left blank)

JCY International Berhad

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2018

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	Thailand	Others	Eliminations	Total
	RM'000	RM'000	RM'000	RM'000	RM'000
9 Months Ended 30 June 2018					
Segment revenue					
Sales to external customers	798,463	269,567	(125)	-	1,067,905
Inter-segment sales	168,612	-	58,403	(227,015)	-
Total	967,075	269,567	58,278	(227,015)	1,067,905
Segment results	(66,145)	(12,784)	6,534	10,134	(62,261)
As at 30 June 2018					
Total assets	1,296,962	167,399	260,945	(444,579)	1,280,727
Total liabilities	291,906	172,170	217,771	(398,813)	283,034
9 Months Ended 30 June 2017					
Segment revenue					
Sales to external customers	863,344	344,008	2,515	-	1,209,867
Inter-segment sales	211,690	-	50,504	(262,194)	-
Total	1,075,034	344,008	53,019	(262,194)	1,209,867
Segment results	36,398	14,353	4,558	(7,810)	47,499
As at 30 June 2017					
Total assets	1,454,654	262,321	262,644	(540,694)	1,438,925
Total liabilities	328,982	259,909	231,323	(491,173)	329,041

(The rest of the page has been intentionally left blank)

JCY International Berhad

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

NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2018

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 2017 except as disclosed in note B10.

A15. RELATED PARTY TRANSACTIONS

There was no related party transaction in the current period under review and the corresponding period in previous financial year.

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.

(The rest of the page has been intentionally left blank)

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 Jun 18	30 Jun 17	30 Jun 18	30 Jun 17
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	310,265	346,079	10,450	(21,460)
Thailand	79,660	113,984	(15,520)	7,035
Group	332,125	390,200	(9,803)	(9,984)

	Revenue		Net Profit / (Loss)	
	9 Months Ended		9 Months Ended	
	30 Jun 18	30 Jun 17	30 Jun 18	30 Jun 17
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	967,075	1,075,034	(66,145)	36,398
Thailand	269,567	344,008	(12,784)	14,353
Group	1,067,905	1,209,867	(62,261)	47,499

Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM332.1 million for the reporting quarter and RM1,067.9 million for the cumulative period under review, these represent a reduction of 14.9% and 11.7% respectively compared to previous year's corresponding periods. The reduction in revenue comparing to the previous corresponding periods was due mainly to the weakening of the US Dollars against functional currencies of the Group, lower overall volume shipped and lower Average Selling Price (ASP).

The Group recorded a net loss of RM9.8 million for the reporting quarter and a net loss RM62.3 million for the cumulative period under review, compared to net loss of RM10.0 million and net profit of RM47.5 million respectively in the previous year's corresponding periods, the deterioration of cumulative net results was due mainly to the lower revenue recorded in the current reporting periods as explained above and the weakening of the US Dollars against functional currencies of the Group.

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.

JCY International Berhad

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

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

B2. COMPARISON WITH PRECEDING QUARTER'S RESULTS

The Group recorded a revenue of approximately RM332.1 million for the reporting quarter or 4.2% lower compared to the RM346.7 million revenue recorded in the immediate preceding quarter ended 31 March 2018. The reduction on revenue was due mainly to lower overall volume shipped and the weakening of the average exchange rate on US Dollars against functional currencies during the period under review.

The Group recorded a loss before tax of RM9.0 million for the reporting quarter, compared to loss before tax of RM38.0 million reported in the immediate preceding quarter ended 31 March 2018. The improvement on loss before tax was due mainly to exchange gain recorded in the reporting quarter.

B3. FUTURE PROSPECT

Demand for HDDs remains largely flat. Recent improvements in game consoles and surveillance applications were counterbalanced by lower performance of the notebook and desktop segments. Similarly nearline and cloud applications show little signs of any significant change. In the data storage space, HDDs continue to face increasing pressures from SSDs. JCY will need to leverage its competitive advantage in order to improve its performance.

Variations in foreign exchange rates in the near future may have a positive impact on the Company's performance.

JCY will continue to explore 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 June 2018 has reflected the effects of such exemptions.

	9 Months Ended 30 Jun 18 RM'000	9 Months Ended 30 Jun 17 RM'000
Current year tax	<u>1,433</u>	<u>4,900</u>

JCY International Berhad

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

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

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.

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 June 2018.

	As At 30 Jun 18 RM'000	As At 30 Sep 17 RM'000
Short Term Borrowings		
Foreign currency trade loans	56,243	54,602
Bills payable	-	-
Total short term borrowings	<u>56,243</u>	<u>54,602</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" or the "Plaintiff") 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.

On 19 July 2018, the Court decided that the Plaintiff's claim for a balance sum of RM6.97 million is allowed and the cost of RM25,000 is awarded to the Plaintiff, and that interest at the rate of 5% per annum is payable on the judgment sum calculated from the date of judgment until date of full settlement. JCY HDD had filed an appeal on 16 August 2018.

The Company expects 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.

JCY International Berhad

(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 Year Ending 30 Sep 18 RM'000	Financial Year Ended 30 Sep 17 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 21 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
Single Tier Interim Dividend of 0.5 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 28 Nov 2017 and paid on 10 Jan 2018*		10,304
Single Tier Interim Dividend of 0.5 sen per ordinary share on 2,060,912,300 ordinary shares (excluding Treasury Shares), declared on 27 Feb 2018 and paid on 10 Apr 2018	10,304	

* Being dividend declared for the results of financial year ended 30 September 2017, but paid and recognised in financial year ending 30 September 2018.

B12. EARNINGS PER SHARE

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

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 18	30 Jun 17	30 Jun 18	30 Jun 17
Net (loss) / profit (RM '000)	(9,803)	(9,984)	(62,261)	47,499
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,060,841	2,060,912	2,060,419
Basic (loss) / earnings per share (Sen)	(0.48)	(0.48)	(3.02)	2.31
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,060,912	2,065,353	2,060,912	2,065,353
Diluted (loss) / earnings per share (Sen)	(0.48)	(0.48)	(3.02)	2.30

JCY International Berhad

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

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

B13. PROFIT BEFORE TAX

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

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 18	30 Jun 17	30 Jun 18	30 Jun 17
	RM'000	RM'000	RM'000	RM'000
After charging:-				
Interest Expense	612	333	1,690	1,158
Depreciation and Amortization	21,762	23,865	67,260	73,035
Foreign Exchange Loss (net)	-	9,722	11,139	-
Loss on disposal of property, plant and equipment / land use rights (net)	-	-	-	-
Property, plant and equipment written-off	-	-	48	-
Provision for and write off of receivables	-	-	-	-
Derivative losses	-	-	-	4,209
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
After crediting:-				
Interest Income	1,446	1,097	4,528	3,138
Other Income	364	227	1,094	5,159
Foreign Exchange Gain (Net)	6,880	-	-	18,971
Gain on disposal of property, plant and equipment (Net)	639	-	784	110
Derivative gains	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>

There were no gain or loss on disposal of quoted or unquoted investments and other exceptional items for the current quarter under review and cumulative period ended 30 June 2018.

By Order of the Board

Company Secretary
20 August 2018