



JCY INTERNATIONAL BERHAD

(713422 X)

(Incorporated in Malaysia)

Interim Financial Statements

31 Mar 2017



JCY International Berhad

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

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 31 March 2017 (Unaudited)

	Individual Quarter 3 Months Ended		Cumulative 6 Months Ended	
	31 Mar 2017 Unaudited RM'000	31 Mar 2016 Unaudited RM'000	31 Mar 2017 Unaudited RM'000	31 Mar 2016 Unaudited RM'000
Revenue	406,664	457,293	819,667	985,448
Cost of sales	(385,604)	(428,760)	(769,096)	(899,108)
Gross profit	21,060	28,533	50,571	86,340
Other operating income	1,432	2,085	6,973	4,329
Foreign exchange gain / (loss)	6,245	(25,897)	28,693	(27,436)
General and administrative expenses	(8,426)	(10,787)	(15,830)	(22,176)
Derivative gain / (loss)	-	2,661	(4,209)	(208)
Profit / (loss) from operations	20,311	(3,405)	66,198	40,849
Finance costs	(458)	(329)	(825)	(706)
Profit / (loss) before taxation	19,853	(3,734)	65,373	40,143
Income tax expense	(4,445)	(2,694)	(7,890)	(5,176)
Net profit / (loss) for the period	15,408	(6,428)	57,483	34,967
Other comprehensive (loss) / income:				
- Foreign currency translation	24,434	(19,975)	5,837	(31,122)
Total comprehensive (loss) / income for the period	39,842	(26,403)	63,320	3,845
Net profit / (loss) attributable to:				
- Equity holders of the Company	15,408	(6,428)	57,483	34,967
Basic earning / (loss) per share (Sen)	0.75	(0.31)	2.79	1.70
Diluted earning / (loss) per share (Sen)	0.75	(0.31)	2.78	1.69
Total comprehensive income / (loss) attributeable to:				
- Equity holders of the Company	39,842	(26,403)	63,320	3,845
Basic total comprehensive income / (loss) per share for the period (sen)	1.93	(1.28)	3.07	0.19
Diluted total comprehensive income / (loss) per share for the period (sen)	1.93	(1.28)	3.07	0.19

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 31 March 2017 (Unaudited)

	As At 31 Mar 2017 Unaudited RM'000	As At 30 Sep 2016 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	535,525	556,536
Land use rights	28,006	28,280
Deferred tax assets	4,199	3,899
Restricted bank deposits	1,660	1,541
	<u>569,390</u>	<u>590,256</u>
Current assets		
Inventories	278,554	255,718
Trade and other receivables	378,903	319,422
Other current assets	9,751	9,235
Tax recoverable	-	94
Cash and bank balances	256,715	281,914
	<u>923,923</u>	<u>866,383</u>
TOTAL ASSETS	<u><u>1,493,313</u></u>	<u><u>1,456,639</u></u>
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Share capital	536,621	519,030
Reserves	611,343	616,752
Total equity	<u>1,147,964</u>	<u>1,135,782</u>
Non-current liabilities		
Deferred tax liabilities	34,015	34,015
Long term employees benefits	4,984	4,267
	<u>38,999</u>	<u>38,282</u>
Current liabilities		
Trade and other payables	214,414	202,256
Short term borrowings	58,680	50,608
Tax payable	7,504	-
Dividends payable	25,752	25,752
Derivative liabilities	-	3,959
	<u>306,350</u>	<u>282,575</u>
Total liabilities	<u>345,349</u>	<u>320,857</u>
TOTAL EQUITY AND LIABILITIES	<u><u>1,493,313</u></u>	<u><u>1,456,639</u></u>

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CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For The Period Ended 31 March 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	-	5,837		-	-	57,483	63,320
Effects of Companies Act 2016*	17,112	-	(17,112)	-	-	-	-
Transactions with owners:-							
Dividend	-	-	-	-	-	(51,504)	(51,504)
Exercise of ESOS	479	-	-	(113)	-	-	366
At 31 March 2017	536,621	67,386	-	1,020	(15,584)	558,521	1,147,964
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	-	(31,122)		-	-	34,967	3,845
Transactions with owners:-							
Dividend	-	-	-	-	-	(87,544)	(87,544)
Exercise of ESOS	3,361	-	7,426	(2,586)	-	-	8,201
At 31 March 2016	519,030	56,281	17,112	2,064	(15,584)	647,235	1,226,138
Total comprehensive income for the period	-	5,268		-	-	(43,189)	(37,921)
Transactions with owners:-							
Dividend	-	-	-	-	-	(51,504)	(51,504)
Exercise of ESOS	-	-	-	-	-	-	-
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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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For The Period Ended 31 March 2017 (Unaudited)

	Cumulative 6 Months Ended	
	31 Mar 2017	31 Mar 2016
	Unaudited	Unaudited
	RM'000	RM'000
CASH FLOWS FROM		
OPERATING ACTIVITIES		
Profit before taxation	65,373	40,143
Adjustments for :		
Depreciation	48,850	46,505
Amortisation of prepaid land lease	320	220
(Gain)/loss on disposal of PPE / land use right	(110)	761
Inventory written down to NRV and obsolete inventory written-off	-	-
Unrealised (gain)/loss on foreign exchange	(2,500)	53,530
Derivative loss	4,209	208
Provision for and write off of receivables	-	327
Property, plant and equipment written off	-	-
Interest income	(1,323)	(3,066)
Investment income	(718)	-
Interest expense	825	706
Operating cash flow before working capital changes	<u>114,926</u>	<u>139,334</u>
Inventories	(22,836)	53,694
Receivables	(68,063)	56,439
Other Current Assets	(516)	(3,821)
Derivatives	(8,168)	(7,982)
Payables	<u>15,550</u>	<u>(63,111)</u>
Cash generated from operations	30,893	174,553
Interest paid	(825)	(706)
Tax (paid) / recovered	(592)	72
Net cash generated from operating activities	<u>29,476</u>	<u>173,919</u>

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CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS For The Period Ended 31 March 2017 (Unaudited)

	Cumulative 6 Months Ended	
	31 Mar 2017	31 Mar 2016
(Continued)		
CASH FLOWS FROM	Unaudited	Unaudited
 INVESTING ACTIVITIES	RM'000	RM'000
Purchase of property, plant and equipment	(16,724)	(16,536)
Proceeds from disposal of property, plant and equipment / land use right	1,378	6,157
Investment income	718	-
Interest received	1,323	3,066
Net cash used in investing activities	<u>(13,305)</u>	<u>(7,313)</u>
CASH FLOWS FROM		
 FINANCING ACTIVITIES		
Dividend paid	(51,504)	(87,376)
Proceed from issuance of shares pursuant to exercise of ESOS	366	8,201
Additional restricted bank deposits	-	-
Drawdown / (repayment) of short-term borrowings	7,937	(40,539)
Net cash used in financing activities	<u>(43,201)</u>	<u>(119,714)</u>
NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS	(27,030)	46,892
EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES	1,831	(26,476)
CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD	281,914	383,488
CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD	<u>256,715</u>	<u>403,904</u>

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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.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 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 31 March 2017.

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 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 31 Mar 17 RM'000	As at 30 Sep 16 RM'000
Approved and contracted for :		
Purchase of properties, plants and equipment	6,880	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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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 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
6 Months Ended 31 March 2017					
Segment revenue					
Sales to external customers	589,829	230,024	(186)	-	819,667
Inter-segment sales	139,126	-	36,194	(175,320)	-
Total	728,955	230,024	36,008	(175,320)	819,667
Segment results	57,858	7,318	4,836	(12,529)	57,483
As at 31 March 2017					
Total assets	1,521,854	272,604	265,665	(566,810)	1,493,313
Total liabilities	349,045	277,346	237,909	(518,951)	345,349

A11. SEGMENTAL INFORMATION (CONTINUED)

	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
6 Months Ended 31 March 2016					
Segment revenue					
Sales to external customers	760,212	227,591	(2,355)	-	985,448
Inter-segment sales	136,918	3,793	37,921	(178,632)	-
Total	897,130	231,384	35,566	(178,632)	985,448
Segment results	2,991	15,046	(11,192)	28,122	34,967
As at 31 March 2016					
Total assets	1,614,349	245,726	275,856	(531,420)	1,604,511
Total liabilities	386,133	256,730	210,519	(474,078)	379,304

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NOTES TO THE INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 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

	6 Months Ended	
	31-Mar-17	31-Mar-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	-	600
- Payment for acquisition of land and building	-	2,300
	<u>-</u>	<u>2,900</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	-	525
	<u>-</u>	<u>525</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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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	
	31 Mar 17	31 Mar 16	31 Mar 17	31 Mar 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	361,566	411,079	(4,640)	(32,284)
Thailand	117,734	112,336	(1,156)	9,959
Group	406,664	457,293	15,408	(6,428)

	Revenue		Net Profit / (Loss)	
	6 Months Ended		6 Months Ended	
	31 Mar 17	31 Mar 16	31 Mar 17	31 Mar 16
Segments	RM'000	RM'000	RM'000	RM'000
Malaysia	728,955	897,130	57,858	2,991
Thailand	230,024	231,384	7,318	15,046
Group	819,667	985,448	57,483	34,967

Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM406.7 million for the reporting quarter and RM819.7 million for the cumulative period under review, representing a reduction of 11.1% and 16.8% respectively compared to previous year's corresponding periods. This was due mainly to lower sales volume and a lower average selling price recorded in the reporting quarter.

The Group recorded a net profit after tax of RM15.4 million for the reporting quarter and RM57.5 million for the cumulative period under review, compared to net loss after tax of RM6.4 million and net profit after tax of RM35.0 respectively in the previous year's corresponding periods, this 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 RM406.7 million for the reporting quarter or lower compared to RM413.0 million recorded in the immediate preceding quarter ended 31 December 2016, this was due mainly to the lower quantity shipped but better exchange rates in the reporting quarter.

The Group also recorded a profit before tax of RM19.9 million for the reporting quarter, compared to profit before tax of RM45.5 million reported in the immediate preceding quarter ended 31 December 2016. The reduction of profit was due mainly to unfavourable USD exchange rate against Ringgit and one time other income recorded in preceding quarter.

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

B3. FUTURE PROSPECT

We expect the Total Addressable Market (TAM) to remain at around 100 million per quarter with minor seasonal variation in the near term.

Average capacity for HDD continues to increase. The demand for 10 TB drives should accelerate in the second half of the calendar year 2017 and it appears that several hyperscale customers (end user of HDD) are looking to shift to 10 TB solutions within this time frame. These transitions could create tight supply conditions both for 10 TB drives and could benefit hyperscale server component suppliers.

JCY continues to be competitive in the HDD space. We will also strive to leverage our operational efficiency and economies of scale to achieve reasonable returns from our business. We are also exploring the possibilities of leveraging our capabilities in other 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 31 March 2017 has reflected the effects of such exemptions.

	6 Months Ended 31 Mar 17 RM'000	6 Months Ended 31 Mar 16 RM'000
Current year tax	7,890	4,400
Under-provision in previous year	-	-
Relating to temporary tax differences	-	776
	<u>7,890</u>	<u>5,176</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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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 31 March 2017.

	As At 31 Mar 17	As At 30 Sep 16
	RM'000	RM'000
Short Term Borrowings		
Foreign currency trade loans	58,680	50,428
Bills payable	-	180
Total short term borrowings	<u>58,680</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.

Currently, the matter is fixed for trial on 28 July 2017 and 31 July 2017 at Penang High Court.

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

B11. DIVIDENDS

	In Respect of	
	Financial Year Ending 30 Sep 17 RM'000	Financial Year Ended 30 Sep 16 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	

The Board has further resolved to declare a Single Tier Tax Exempt Second Interim Dividend for the financial year ending 30 September 2017 of 1.25 sen per share or 5.0% on 18 May 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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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		Cumulative 6 months Ended	
	31 Mar 17	31 Mar 16	31 Mar 17	31 Mar 16
Net (loss) / profit (RM '000)	15,408	(6,428)	57,483	34,967
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,246	2,060,040	2,060,209	2,056,419
Basic (loss) / earnings per share (Sen)	0.75	(0.31)	2.79	1.70
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,065,353	2,065,593	2,065,353	2,065,593
Diluted (loss) / earnings per share (Sen)	0.75	(0.31)	2.78	1.69

B13. PROFIT BEFORE TAX

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

	3 months Ended		Cumulative 6 months Ended	
	31 Mar 17	31 Mar 16	31 Mar 17	31 Mar 16
After charging:-	RM'000	RM'000	RM'000	RM'000
Interest Expense	458	329	825	706
Depreciation and Amortization	24,791	21,005	49,170	46,725
Foreign Exchange Loss (net)	-	25,897	-	27,436
Loss on disposal of property, plant and equipment / land use rights (net)	-	767	-	762
Property, plant and equipment written-off	-	157	-	494
Provision for and write off of receivables	-	-	-	-
Derivative losses	-	2,869	4,209	208
After crediting:-				
Interest Income	1,052	1,840	2,041	3,066
Other Income	380	245	4,932	1,263
Foreign Exchange Gain (Net)	6,245	-	28,693	-
Gain on disposal of property, plant and equipment (Net)	110	-	110	-
Derivative gains	-	2,661	-	-

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 cumulative period ended 31 March 2017.

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

B14. DISCLOSURE ON REALISED AND UNREALISED PROFITS / LOSSES

	As at	
	31 Mar 17	30 Sep 16
	RM'000	RM'000
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	579,910	534,488
- Unrealised Profit	599	27,514
	<u>580,509</u>	<u>562,002</u>
Less: Consolidation adjustments	(21,988)	(9,460)
Retained earnings per financial statements	<u>558,521</u>	<u>552,542</u>

By Order of the Board

Company Secretary
18 May 2017