



# **JCY INTERNATIONAL BERHAD**

(713422 X)

(Incorporated in Malaysia)

## **Interim Financial Statements**

30 June 2014



# JCY International Berhad

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

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 30 June 2014 (Unaudited)

	Individual Quarter		Cumulative	
	3 months ended		9 months ended	
	30 Jun 2014	30 Jun 2013	30 Jun 2014	30 Jun 2013
	RM'000	RM'000	RM'000	RM'000
Revenue	452,630	401,690	1,404,764	1,179,938
Cost of sales	<u>(413,423)</u>	<u>(397,945)</u>	<u>(1,266,878)</u>	<u>(1,224,763)</u>
Gross profit / (loss)	39,207	3,745	137,886	(44,825)
Other operating income / (loss)	815	676	2,210	1,842
Foreign exchange gain / (loss)	(2,794)	(7,438)	(11,303)	12,343
General and administrative expenses	<u>(11,240)</u>	<u>(9,142)</u>	<u>(32,792)</u>	<u>(26,291)</u>
Profit / (loss) from operations	25,988	(12,159)	96,001	(56,931)
Finance costs	<u>(356)</u>	<u>(272)</u>	<u>(807)</u>	<u>(718)</u>
Profit / (loss) before taxation	25,632	(12,431)	95,194	(57,649)
Income tax expense / credit	<u>(603)</u>	<u>(396)</u>	<u>(1,810)</u>	<u>(1,686)</u>
Net profit / (loss) for the period	<u>25,029</u>	<u>(12,827)</u>	<u>93,384</u>	<u>(59,335)</u>
Other comprehensive income / (loss):				
- Foreign currency translation	(3,790)	7,190	(6,693)	14,258
Total comprehensive income / (loss) for the period	<u>21,239</u>	<u>(5,637)</u>	<u>86,691</u>	<u>(45,077)</u>
Net profit / (loss) attributable to:				
- Equity holders of the Company	25,029	(12,827)	93,384	(59,335)
Basic earnings per share (Sen)	1.23	(0.63)	4.60	(2.92)
Diluted earnings per share (Sen)	<u>1.21</u>	<u>(0.63)</u>	<u>4.52</u>	<u>(2.92)</u>
Total comprehensive income / (loss) attributeable to:				
- Equity holders of the Company	21,239	(5,637)	86,691	(45,077)
Basic total comprehensive income / (loss) per share for the period (sen)	1.05	(0.28)	4.27	(2.22)
Diluted total comprehensive income / (loss) per share for the period (sen)	<u>1.03</u>	<u>(0.28)</u>	<u>4.19</u>	<u>(2.22)</u>
Dividend per share (sen)	1.25	-	2.25	1.00

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2013 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 2014 (Unaudited)

	Unaudited As At 30 Jun 2014 RM'000	Audited As At 30 Sep 2013 RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	615,026	680,190
Land use rights	17,945	18,260
Deferred tax assets	5,523	7,334
Restricted bank deposits	805	847
	<u>639,299</u>	<u>706,631</u>
<b>Current assets</b>		
Inventories	305,740	289,592
Trade and other receivables	274,124	223,858
Other current assets	14,381	14,597
Tax recoverable	390	346
Cash and bank balances	237,474	177,188
	<u>832,109</u>	<u>705,581</u>
<b>TOTAL ASSETS</b>	<u>1,471,408</u>	<u>1,412,212</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	511,786	511,359
Reserves	605,555	561,758
<b>Total equity</b>	<u>1,117,341</u>	<u>1,073,117</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	28,041	28,041
Long term employees benefits	734	773
	<u>28,775</u>	<u>28,814</u>
<b>Current liabilities</b>		
Trade and other payables	242,689	255,428
Short term borrowings	57,213	54,853
Dividends payable	25,390	-
	<u>325,292</u>	<u>310,281</u>
<b>Total liabilities</b>	<u>354,067</u>	<u>339,095</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>1,471,408</u>	<u>1,412,212</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2013 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 Financial Year Ended 30 June 2014 (Unaudited)

	Non-distributable				Distributable		Total RM'000
	Foreign currency Share capital RM'000	translation reserve RM'000	Share premium RM'000	Outstanding ESOS reserves RM'000	Treasury shares RM'000	Retained earnings RM'000	
<b>At 1 October 2013</b>	511,359	30,644	308	3,047	(15,584)	543,343	1,073,117
Total comprehensive income for the period	-	(6,693)		-	-	93,384	86,691
Transactions with owners							
Dividend	-	-	-	-	-	(45,693)	(45,693)
Repurchase of treasury shares	-	-	-	-	-	-	
Grant of ESOS	-	-	-	2,184	-	-	2,184
Exercise of ESOS	427	-	915	(300)	-	-	1,042
<b>At 30 June 2014</b>	<b>511,786</b>	<b>23,951</b>	<b>1,223</b>	<b>4,931</b>	<b>(15,584)</b>	<b>591,034</b>	<b>1,117,341</b>
<b>At 1 October 2012</b>	511,215	7,703	-	-	(15,584)	625,243	1,128,577
Total comprehensive income for the period	-	14,258	-	-	-	(59,335)	(45,077)
Transactions with owners							
Dividend	-	-	-	-	-	(20,289)	(20,289)
<b>At 30 June 2013</b>	511,215	21,961	-	-	(15,584)	545,619	1,063,211
Total comprehensive income for the period	-	8,683	-	-	-	(2,276)	6,407
Transactions with owners							
Dividend	-	-	-	-	-	-	-
Grant of ESOS	-	-	-	3,148	-	-	3,148
Exercise of ESOS	144	-	308	(101)	-	-	351
<b>At 30 September 2013</b>	<b>511,359</b>	<b>30,644</b>	<b>308</b>	<b>3,047</b>	<b>(15,584)</b>	<b>543,343</b>	<b>1,073,117</b>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2013 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 2014 (Unaudited)

	Cumulative 9 Months Ended 30 Jun 2014 RM'000	Cumulative 9 Months Ended 30 Jun 2013 RM'000
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	95,194	(57,649)
Adjustments for :		
Depreciation	76,352	80,419
Amortisation of prepaid land lease	278	277
Loss /(Gain) on disposal of property, plant and equipment	61	(21)
Inventory written down to NRV and obsolete inventory written-off	-	-
Unrealised loss/(gain) on foreign exchange	(18,758)	(22,284)
Property, plant and equipment written off	-	-
ESOS Benefit	2,184	-
Interest income	(1,043)	(838)
Interest expense	807	718
Operating cash flow before working capital changes	155,075	622
Inventories	(16,148)	60,877
Receivables	(36,919)	198,574
Other Current Assets	216	1,801
Payables	(14,802)	(55,826)
Cash (used in) / generated from operations	87,422	206,048
Interest paid	(807)	(718)
Tax paid / (refunded)	(43)	13
Net cash (used in) / generated from operating activities	86,572	205,343
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(22,769)	(30,527)
Proceeds from disposal of property, plant and equipment	1,775	70
Interest received	1,043	838
Net cash used in investing activities	(19,951)	(29,619)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(20,303)	(81,156)
Proceed from issuance of shares	1,042	-
Acquisition of treasury shares	-	-
Drawdown / (Repayment) of short-term borrowings	2,761	(51,266)
Net cash generated from financing activities	(16,500)	(132,422)
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	50,121	43,302
<b>EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES</b>	10,165	5,246
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	177,188	129,778
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	237,474	178,326

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2013 and the accompanying explanatory notes attached to the interim financial statements.

# JCY International Berhad

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2014

### 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 2013 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 2013.

### 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 2013, except for the following new Malaysian Financial Reporting Standards ("MFRSs"), Amendments to MFRSs and Interpretations adopted by the Group for the financial year ending 30 September 2014:-

#### **Effective for financial periods beginning on or after 1 January 2013**

##### Annual Improvements 2009-2011 Cycle

Amendments to MFRS 101: Presentation of Financial Statements

Amendment to IC Interpretation 2 Members' Shares in Co-operative Entities

Amendments to MFRS 1: First-time Adoption of Malaysian Financial

Amendments to MFRS 116: Property, Plant and Equipment

Amendments to MFRS 132: Financial Instruments: Presentation

Amendments to MFRS134: Interim Financial Reporting

MFRS 3 Business Combinations (IFRS 3 Business Combinations issued by IASB in March 2004)

MFRS 10 Consolidated Financial Statements

MFRS 11 Joint Arrangements

MFRS 12 Disclosure of interests in Other Entities

MFRS 13 Fair Value Measurement

MFRS 119 Employee Benefits

MFRS 127 Separate Financial Statements

MFRS 128 Investment in Associate and Joint Ventures

MFRS 127 Consolidated and Separate Financial Statements (IAS 27 as revised by IASB)

IC Interpretation 20 Stripping Costs in the Production Phase of a Surface Mine

Amendments to MFRS 7: Disclosures – Offsetting Financial Assets and Financial Liabilities

Amendments to MFRS 1: First-time Adoption of Malaysian Financial Reporting Standards –  
Government Loans

Amendments to MFRS 10: Consolidated Financial Statements: Transition Guidance

Amendments to MFRS 11: Joint Arrangements: Transition Guidance

Amendments to MFRS 12: Disclosure of Interests in Other Entities: Transition Guidance

The adoption of the above MFRSs, amendments to MFRSs and IC interpretations did not have any material impact on the financial statements of the Group.

# JCY International Berhad

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2014

### 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 2014.

### 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 2014	As at 30 Sept 2013
	RM'000	RM'000
Approved and contracted for :		
Purchase of plant and equipment	17,360	6,157

### A8. DEBTS AND EQUITY SECURITIES

During the quarter under review, the Company issued 800,000 new ordinary shares of 25 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme ("ESOS") for Eligible Executives of JCY International Berhad at the exercise price of 61 sen per share.

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

### A9. DIVIDENDS PAID

Dividends declared or paid during the financial quarter under review and the financial year ending 30 September 2014 are disclosed in note B11.

# JCY International Berhad

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2014

### A10. DILUTED EARNINGS PER SHARE

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

### 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
<b>9-month Ended 30 June 2014</b>					
Segment revenue					
Sales to external customers	1,087,709	293,805	23,250	-	1,404,764
Inter-segment sales	210,859	-	50,170	(261,029)	-
Total	<u>1,298,568</u>	<u>293,805</u>	<u>73,420</u>	<u>(261,029)</u>	<u>1,404,764</u>
Segment results	<u>97,882</u>	<u>(5,263)</u>	<u>(8,414)</u>	<u>9,179</u>	<u>93,384</u>
<b>As at 30 June 2014</b>					
Total assets	1,471,897	239,297	276,146	(515,932)	1,471,408
Total liabilities	361,104	239,528	236,706	(483,271)	354,067
	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>9-month Ended 30 June 2013</b>					
Segment revenue					
Sales to external customers	924,221	234,416	21,301	-	1,179,938
Inter-segment sales	176,581	-	38,411	(214,992)	-
Total	<u>1,100,802</u>	<u>234,416</u>	<u>59,712</u>	<u>(214,992)</u>	<u>1,179,938</u>
Segment results	<u>(24,347)</u>	<u>(22,262)</u>	<u>(10,533)</u>	<u>(2,193)</u>	<u>(59,335)</u>
<b>As at 30 June 2013</b>					
Total assets	1,373,067	231,351	333,619	(537,420)	1,400,617
Total liabilities	339,954	220,516	243,002	(466,066)	337,406

### 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.



# JCY International Berhad

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE QUARTER ENDED 30 JUNE 2014

### 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 2013 except as disclosed in note B10.

### A15. RELATED PARTY TRANSACTIONS

	9-month ended	
	30 Jun 2014	30 Jun 2013
	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	450	450
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	691	-

### 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

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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	
	30 Jun 2014	30 Jun 2013	30 Jun 2014	30 Jun 2013
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	418,899	376,203	24,252	6,990
Thailand	96,217	84,152	(3,390)	(14,370)
<b>Group</b>	<b>452,630</b>	<b>401,690</b>	<b>25,029</b>	<b>(12,827)</b>

  

	Revenue		Net Profit / (Loss)	
	Cumulative 9 months Ended		Cumulative 9 months Ended	
	30 Jun 2014	30 Jun 2013	30 Jun 2014	30 Jun 2013
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	1,298,568	1,100,802	97,882	(24,347)
Thailand	293,805	234,416	(5,263)	(22,262)
<b>Group</b>	<b>1,404,764</b>	<b>1,179,938</b>	<b>93,384</b>	<b>(59,335)</b>

#### Detailed Analysis for current quarter and cumulative period

The Group recorded a revenue of RM452.6 million for the reporting quarter and RM1,404.8 million for the cumulative period of the first 9 months of current financial year, representing an increment of 12.7% and 19.1% respectively compared to previous year's corresponding periods. These were due mainly to the higher quantities shipped, better average exchange rate of USD against Ringgit Malaysia and improved Average Selling Prices ("ASP") in the reporting quarter.

The Group recorded a net profit after tax of RM25.0 million for the reporting quarter and RM93.4 million for the cumulative period of the first 9 months of current financial year, compared to net loss of RM12.8 million and RM59.3 million respectively in the previous year's corresponding periods, the improvement on net result was due mainly to the higher revenue as described above and improved operational efficiency in the 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 RM452.6 million for the reporting quarter or a reduction of 4.8% compared to RM475.3 million recorded in immediately preceding quarter ended 31 March 2014, this was due mainly to lower volume shipped, reduction in ASP and unfavourable exchange rate of USD against Ringgit Malaysia in the reporting quarter.

The Group also recorded a net profit after tax of RM25.0 million for the reporting quarter, compared to net profit of RM38.1 million reported in immediately preceding quarter ended 31 March 2014. The reduction of 34.4% in reporting profit was due mainly to the lower revenue as explained above, despite various results of the continuing improvement of operational efficiency.

# JCY International Berhad

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

### B3. FUTURE PROSPECT

The global demand for the HDD products continues to stabilize at around 140 million units per quarter. Based on investment research reports, feedback from the original design manufacturers (ODMs) indicates that the overall demand for HDD remains steady. In addition, upcoming sub USD300 offerings by major computer manufacturers targeting emerging markets may also spur additional demand. Industry reports indicate that current strength in server demand is expected to continue through the remainder of the calendar year. The demand for gaming consoles is also likely to boost further HDD shipments on the back of new gaming consoles (such as Microsoft Xbox One and Sony PlayStation 4) and the recent decision by China to allow the domestic manufacturing of foreign game consoles.

Raw material costs and foreign exchange rates may continue to affect the company's performance. JCY will continue to leverage its competitive strengths of its economies of scale, multi-products, and increasing levels of automation in its manufacturing processes to lower its costs of production in order to achieve higher profitability.

### 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 25% (2011: 25%) 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 2014 has reflected the effects of such exemptions.

	<b>9-month Ended 30 Jun 2014 RM'000</b>	<b>9-month Ended 30 Jun 2013 RM'000</b>
Current year tax provision	-	-
Over-provision in previous year	-	(13)
Relating to temporary tax differences	<u>1,810</u>	<u>1,699</u>
	<u><u>1,810</u></u>	<u><u>1,686</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.

### B7. STATUS OF CORPORATE PROPOSALS

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

# JCY International Berhad

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

### B8. BORROWING AND DEBT SECURITIES

Save as disclosed below, there were no other borrowings or debt securities in the Group as at 30 June 2014.

	As At 30 Jun 2014	As At 30 Sep 2013
	RM'000	RM'000
<b>Short Term Borrowings</b>		
Foreign currency trade loans	50,661	49,205
Bills payable	6,552	5,648
Total short term borrowings	<u>57,213</u>	<u>54,853</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 Case Management on 18 August 2014 pending determination by the Federal Court of a similar issue which arose in a different case.

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

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

### B11. DIVIDENDS

	Financial Year Ending 30 Sept 2014 RM'000	Financial Year Ended 30 Sept 2013 RM'000
Single Tier Interim Dividend of 1 sen per ordinary share on 2,028,913,300 ordinary shares (excluding Treasury Shares), declared on 26 November 2012 and paid on 10 January 2013*	-	20,289
Single Tier Interim Dividend of 1 sen per ordinary share on 2,030,288,300 ordinary shares (excluding Treasury Shares), declared on 19 February 2014 and paid on 02 April 2014	20,303	-
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,031,175,300 ordinary shares (excluding Treasury Shares), declared on 19 May 2014 and paid on 03 July 2014	25,390	-

The Board has further resolved to recommend a Single Tier Tax Exempt Third Interim Dividend for the financial year ending 30 September 2014 of 1 sen per share or 4% on 21 August 2014 with the entitlement date and payable date to be determined later.

\* Being dividend declared for the results of financial year ended 30 September 2012, but paid and recognised in financial year ending 30 September 2013

### B12. EARNINGS PER SHARE

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

	3 months Ended		Cumulative 9 months Ended	
	30 Jun 2014	30 Jun 2013	30 Jun 2014	30 Jun 2013
Net Profit (RM '000)	25,029	(12,827)	93,384	(59,335)
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,030,962	2,028,913	2,030,381	2,028,913
Basic earnings per share (Sen)	1.23	(0.63)	4.60	(2.92)
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,067,113	2,028,913	2,067,360	2,028,913
Diluted earnings per share (Sen)	1.21	(0.63)	4.52	(2.92)

# 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 2014	30 Jun 2013	30 Jun 2014	30 Jun 2013
<b>After charging:-</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest Expense	356	272	807	718
Depreciation and Amortization	23,466	26,861	76,630	80,696
Foreign Exchange Loss (Net)	2,794	7,438	11,303	-
Loss on disposal of property, plant and equipment (Net)	61	-	61	-
Property, plant and equipment written-off	-	-	-	-
Inventory written down to NRV and obsolete inventory written-off	-	-	-	-
<b>After crediting:-</b>				
Interest Income	411	266	1,043	838
Other Income	404	410	1,167	1,004
Foreign Exchange Gain (Net)	-	-	-	12,343
Gain on disposal of property, plant and equipment (Net)	-	10	-	21

There were no provision for and write off of receivables, gain or loss on disposal of quoted or unquoted investments, impairment of assets, gain or loss on derivatives and exceptional items for the current quarter under review and cumulative period ended 30 June 2014.

### B14. DISCLOSURE ON REALISED AND UNREALISED PROFITS / LOSSES

	As at	
	30 Jun 2014	30 Sep 2013
	<b>RM'000</b>	<b>RM'000</b>
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	1,022,684	501,799
- Unrealised Profit / (Loss)	(484,778)	(2,404)
	<u>537,906</u>	<u>499,395</u>
Less: Consolidation adjustments	53,128	43,948
Retained earnings per financial statements	<u>591,034</u>	<u>543,343</u>

By Order of the Board

Company Secretary  
21 Aug 2014