



# **JCY INTERNATIONAL BERHAD**

(713422 X)

(Incorporated in Malaysia)

## **Interim Financial Statements**

31 Mar 2016



# JCY International Berhad

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

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME For The Period Ended 31 March 2016 (Unaudited)

	Individual Quarter 3 Months Ended		Cumulative 6 Months Ended	
	31 Mar 2016 Unaudited RM'000	31 Mar 2015 Unaudited RM'000	31 Mar 2016 Unaudited RM'000	31 Mar 2015 Unaudited RM'000
Revenue	457,293	508,797	985,448	996,665
Cost of sales	(428,760)	(457,471)	(899,108)	(902,522)
Gross profit	28,533	51,326	86,340	94,143
Other operating income	2,085	1,738	4,329	3,197
Foreign exchange (loss) / gain	(25,897)	10,255	(27,436)	26,939
General and administrative expenses	(10,787)	(10,482)	(22,176)	(20,043)
Derivative gain / (loss)	2,661	-	(208)	-
(Loss) / profit from operations	(3,405)	52,837	40,849	104,236
Finance costs	(329)	(348)	(706)	(700)
(Loss) / profit before taxation	(3,734)	52,489	40,143	103,536
Income tax expense	(2,694)	(1,337)	(5,176)	(2,197)
Net (loss) / profit for the period	(6,428)	51,152	34,967	101,339
Other comprehensive (loss) / income:				
- Foreign currency translation	(19,975)	20,824	(31,122)	30,957
Total comprehensive (loss) / income for the period	(26,403)	71,976	3,845	132,296
Net (loss) / profit attributable to:				
- Equity holders of the Company	(6,428)	51,152	34,967	101,339
Basic (loss) / earnings per share (Sen)	(0.31)	2.52	1.70	4.99
Diluted (loss) / earnings per share (Sen)	(0.31)	2.48	1.69	4.90
Total comprehensive (loss) / income attributable to:				
- Equity holders of the Company	(26,403)	71,976	3,845	132,296
Basic total comprehensive (loss) / income per share for the period (sen)	(1.28)	3.54	0.19	6.51
Diluted total comprehensive (loss) / income per share for the period (sen)	(1.28)	3.48	0.19	6.40

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2015 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 2016 (Unaudited)

	As At 31 Mar 2016 Unaudited RM'000	As At 30 Sep 2015 Audited RM'000
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	578,858	649,338
Land use rights	20,183	20,608
Deferred tax assets	5,425	10,673
Restricted bank deposits	1,299	1,419
	<u>605,765</u>	<u>682,038</u>
<b>Current assets</b>		
Inventories	312,544	366,238
Trade and other receivables	263,151	366,154
Other current assets	18,940	15,119
Tax recoverable	207	207
Cash and bank balances	403,904	383,488
	<u>998,746</u>	<u>1,131,206</u>
<b>TOTAL ASSETS</b>	<u><u>1,604,511</u></u>	<u><u>1,813,244</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity attributable to equity holders of the Company</b>		
Share capital	519,030	515,669
Reserves	706,177	785,036
<b>Total equity</b>	<u><u>1,225,207</u></u>	<u><u>1,300,705</u></u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	39,969	39,969
Long term employees benefits	2,775	2,695
	<u>42,744</u>	<u>42,664</u>
<b>Current liabilities</b>		
Trade and other payables	218,696	297,742
Short term borrowings	91,904	138,567
Dividends payable	25,752	25,584
Derivative liabilities	208	7,982
	<u>336,560</u>	<u>469,875</u>
<b>Total liabilities</b>	<u>379,304</u>	<u>512,539</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>1,604,511</u></u>	<u><u>1,813,244</u></u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2015 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 31 March 2016 (Unaudited)

	Non-distributable					Distributable	
	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	Total RM'000
<b>At 01 October 2015</b>	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)
Grant of ESOS	-	-	-	-	-	-	-
Exercise of ESOS	3,361	-	7,426	(2,586)	-	-	8,201
<b>At 31 March 2016</b>	<b>519,030</b>	<b>56,281</b>	<b>17,112</b>	<b>1,133</b>	<b>(15,584)</b>	<b>647,235</b>	<b>1,225,207</b>
<b>At 01 October 2014</b>	511,982	31,352	1,652	5,513	(15,584)	587,215	1,122,130
Total comprehensive income for the period	-	30,957		-	-	101,339	132,296
Transactions with owners:-							
Dividend	-	-	-	-	-	(45,763)	(45,763)
Grant of ESOS	-	-	-	624	-	-	624
Exercise of ESOS	891	-	1,930	(647)	-	-	2,174
<b>At 31 March 2015</b>	<b>512,873</b>	<b>62,309</b>	<b>3,582</b>	<b>5,490</b>	<b>(15,584)</b>	<b>642,791</b>	<b>1,211,461</b>
Total comprehensive income for the period	-	25,094	-	-	-	108,161	133,255
Transactions with owners:-							
Dividend	-	-	-	-	-	(51,140)	(51,140)
Grant of ESOS	-	-	-	307	-	-	307
Exercise of ESOS	2,796	-	6,104	(2,078)	-	-	6,822
<b>At 30 September 2015</b>	<b>515,669</b>	<b>87,403</b>	<b>9,686</b>	<b>3,719</b>	<b>(15,584)</b>	<b>699,812</b>	<b>1,300,705</b>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2015 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 31 March 2016 (Unaudited)

	Cumulative 6 Months Ended 31 Mar 2016	Cumulative 6 Months Ended 31 Mar 2015
	Unaudited RM'000	Unaudited RM'000
<b>CASH FLOWS FROM</b>		
<b>OPERATING ACTIVITIES</b>		
Profit before taxation	40,143	103,536
Adjustments for :		
Depreciation	46,505	45,942
Amortisation of prepaid land lease	220	217
Gain on disposal of property, plant and equipment	761	-
Inventory written down to NRV and obsolete inventory written-off	-	-
Unrealised loss / (gain) on foreign exchange	53,530	(15,721)
Unrealised Derivative loss	208	-
Property, plant and equipment written off	327	-
ESOS Benefit	-	624
Interest income	(3,066)	(2,325)
Interest expense	706	700
Operating cash flow before working capital changes	<u>139,334</u>	<u>132,973</u>
Inventories	53,694	(53,223)
Receivables	56,439	18,320
Other Current Assets	(3,821)	992
Derivatives	(7,982)	-
Payables	(63,111)	13,365
Cash generated from operations	<u>174,553</u>	<u>112,427</u>
Interest paid	(706)	(700)
Tax paid - net	72	(26)
Net cash generated from operating activities	<u>173,919</u>	<u>111,701</u>
<b>CASH FLOWS FROM</b>		
<b>INVESTING ACTIVITIES</b>		
Purchase of property, plant and equipment	(16,536)	(13,595)
Proceeds from disposal of property, plant and equipment	6,157	-
Interest received	3,066	2,325
Net cash used in investing activities	<u>(7,313)</u>	<u>(11,270)</u>
<b>CASH FLOWS FROM</b>		
<b>FINANCING ACTIVITIES</b>		
Dividend paid	(87,376)	(40,640)
Proceed from issuance of shares pursuant to exercise of ESOS	8,201	2,174
Additional restricted bank deposits	-	-
(Repayment) / drawdown of short-term borrowings	(40,539)	21,430
Net cash used in financing activities	<u>(119,714)</u>	<u>(17,036)</u>
<b>NET (DECREASE) / INCREASE IN CASH AND CASH EQUIVALENTS</b>	46,892	83,395
<b>EFFECTS OF FOREIGN EXCHANGE RATE DIFFERENCES</b>	(26,476)	(15,038)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF FINANCIAL PERIOD</b>	<u>383,488</u>	<u>260,786</u>
<b>CASH AND CASH EQUIVALENTS AT END OF FINANCIAL PERIOD</b>	<u>403,904</u>	<u>329,143</u>

This statement should be read in conjunction with the Company's audited financial statements for the year ended 30 September 2015 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 PERIOD ENDED 31 MARCH 2016

### 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 2015 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 2015.

### 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 2015.

### 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 2016.

### 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:

	<b>As at 31 Mar 16</b>	<b>As at 30 Sep 15</b>
Approved and contracted for :	<b>RM'000</b>	<b>RM'000</b>
Purchase of properties, plants and equipment	28,650	9,575

# JCY International Berhad

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## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2016

### A8. DEBTS AND EQUITY SECURITIES

During the quarter under review, the Company issued 312,000 new ordinary shares of 25 sen each, for cash, arising from the exercise of options granted under the Executive Share Option Scheme ("ESOS") for the Eligible Executives of JCY International Berhad and its subsidiaries 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 2016 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.

### 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>6 Months Ended 31 March 2016</b>					
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	<u>897,130</u>	<u>231,384</u>	<u>35,566</u>	<u>(178,632)</u>	<u>985,448</u>
Segment results	<u>2,991</u>	<u>15,046</u>	<u>(11,192)</u>	<u>28,122</u>	<u>34,967</u>
<b>As at 31 March 2016</b>					
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

# JCY International Berhad

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## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2016

### A11. SEGMENTAL INFORMATION (CONTINUED)

	Malaysia RM'000	Thailand RM'000	Others RM'000	Eliminations RM'000	Total RM'000
<b>6 Months Ended 31 March 2015</b>					
Segment revenue					
Sales to external customers	767,405	217,091	12,169	-	996,665
Inter-segment sales	162,142	-	39,064	(201,206)	-
Total	<u>929,547</u>	<u>217,091</u>	<u>51,233</u>	<u>(201,206)</u>	<u>996,665</u>
Segment results	<u>126,538</u>	<u>51</u>	<u>(1,989)</u>	<u>(23,261)</u>	<u>101,339</u>
<b>As at 31 March 2015</b>					
Total assets	1,658,700	290,082	323,260	(604,287)	1,667,755
Total liabilities	466,563	287,615	279,310	(577,194)	456,294

### 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 2013 except as disclosed in note B10.

### A15. RELATED PARTY TRANSACTIONS

	6 Months Ended	
	31-Mar-16 RM'000	31-Mar-15 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	600
- Payment of deposit for acquisition of land and building	<u>2,300</u>	<u>-</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	<u>525</u>	<u>485</u>



# JCY International Berhad

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

## NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 MARCH 2016

### A16. MATERIAL EVENT SUBSEQUENT TO END OF CURRENT FINANCIAL QUARTER

Subsequent to current financial quarter end, on 8 April 2016, the Company announced that JCY HDD Industries Sdn Bhd ("JCY HDD"), a wholly owned subsidiary of the Company, had received the approval of tax incentive ("Incentive") for the establishment of Principal Hub from Malaysian Investment Development Authority ("MIDA"). On 22 April 2016, the Company announced the establishment of a Principal Hub in Johor during a joint press conference with MIDA and the Ministry of International Trade and Industry.

The Incentive grants JCY HDD full tax exemption on incomes it derives from carrying out qualifying services and trading activities for a period of 5 years from FY2017 (commencing 1 October 2016), and another 5 years from FY2022 (commencing 1 October 2021), subject to prescribed conditions stipulated in the approval letter and income tax law and orders.

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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	
	31 Mar 16	31 Mar 15	31 Mar 16	31 Mar 15
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	411,079	473,064	(32,284)	64,846
Thailand	112,336	113,449	9,959	2,527
<b>Group</b>	<b>457,293</b>	<b>508,797</b>	<b>(6,428)</b>	<b>51,152</b>

  

	Revenue		Net Profit / (Loss)	
	6 Months Ended		6 Months Ended	
	31 Mar 16	31 Mar 15	31 Mar 16	31 Mar 15
<b>Segments</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Malaysia	897,130	929,547	2,991	126,538
Thailand	231,384	217,091	15,046	51
<b>Group</b>	<b>985,448</b>	<b>996,665</b>	<b>34,967</b>	<b>101,339</b>

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

The Group recorded a revenue of RM457.3 million for the reporting quarter, representing an reduction of 10.1% compared to previous year's corresponding period. This was due mainly to lower sales volume and a lower average selling price recorded in the reporting quarter.

The Group recorded a net loss after tax of RM6.4 million for the reporting quarter, compared to net profit after tax of RM51.2 million in the previous year's corresponding period, this was due mainly to the lower revenue record as explained above and the RM25.9 million exchange loss recorded in the reporting period.

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 RM457.3 million for the reporting quarter or a reduction of 13.4% compared to RM528.2 million recorded in the immediate preceding quarter ended 31 December 2015, this was due mainly to the lower average exchange rate of USD against Ringgit Malaysia, lower volume shipped and lower average selling price recorded in the reporting quarter.

The Group also recorded a loss before tax of RM3.7 million for the reporting quarter, compared to profit before tax of RM43.8 million reported in the immediate preceding quarter ended 31 December 2015. The loss before tax was due mainly to the lower revenue as explained above and the exchange loss recorded in the reporting quarter.

# 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 HDD products continues to face a very challenging global economic environment. The total addressable market (TAM) remains weak in the coming quarters.

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 25% (2014: 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 31 March 2016 has reflected the effects of such exemptions.

	<b>6 Months Ended 31 Mar 16 RM'000</b>	<b>6 Months Ended 31 Mar 15 RM'000</b>
Current year tax	4,400	25
Relating to temporary tax differences	<u>776</u>	<u>2,172</u>
	<u>5,176</u>	<u>2,197</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

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

### B7. STATUS OF CORPORATE PROPOSALS

On 02 February 2016, the Company announced that a Sales and Purchase Agreement had been entered into between PCA Mahlin Technology Sdn. Bhd. ("PCA") and JCY HDD Technology Sdn. Bhd. ("JCY HDD"), a wholly-owned subsidiary of the Company, for the purchase of all that piece of leasehold land held under HS(D) 26391 PT 261 in the Mukim of 13, District of Seberang Perai Tengah, State of Pulau Pinang, and the factory building erected thereon.

As of the date of this report, PCA had submitted the application to obtain the State Authority Approval for the transaction, no approval has yet been received.

### B8. BORROWING AND DEBT SECURITIES

Save as disclosed below, there were no other borrowings or debt securities in the Group as at 31 March 2016.

	As At 31 Mar 16	As At 30 Sep 15
	RM'000	RM'000
Short Term Borrowings		
Foreign currency trade loans	91,276	110,636
Bills payable	628	27,931
Total short term borrowings	<u>91,904</u>	<u>138,567</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 27th and 28th July 2016 before the 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.

# JCY International Berhad

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

### B11. DIVIDENDS

	In Respect of	
	Financial	Financial
	Year Ending	Year Ended
	30 Sep 16	30 Sep 15
	RM'000	RM'000
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,035,475,300 ordinary shares (excluding Treasury Shares), declared on 13 February 2015 and paid on 06 April 2015		25,443
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,044,464,300 ordinary shares (excluding Treasury Shares), declared on 20 May 2015 and paid on 08 July 2015		25,556
Single Tier Interim Dividend of 1.25 sen per ordinary share on 2,046,727,300 ordinary shares (excluding Treasury Shares), declared on 19 Aug 2015 and paid on 09 Oct 2015		25,584
Single Tier Interim Dividend of 3 sen per ordinary share on 2,059,720,300 ordinary shares (excluding Treasury Shares), declared on 23 Nov 2015 and paid on 08 Jan 2016*		61,792
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	

The Board has further resolved to declare a Single Tier Tax Exempt Second Interim Dividend for the financial year ending 30 September 2016 of 1.25 sen per share or 5.0% on 19 May 2016 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 2015, but paid and recognised in financial year ending 30 September 2016

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# JCY International Berhad

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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 16	31 Mar 15	31 Mar 16	31 Mar 15
Net (loss) / profit (RM '000)	(6,428)	51,152	34,967	101,339
Weighted average number of ordinary shares (excluding Treasury Shares) ('000)	2,060,040	2,032,971	2,056,419	2,032,470
Basic (loss) / earnings per share (Sen)	(0.31)	2.52	1.70	4.99
Diluted weighted average no. of ordinary shares (excluding Treasury Shares) ('000)	2,065,593	2,066,053	2,065,593	2,066,053
Diluted (loss) / earnings per share (Sen)	(0.31)	2.48	1.69	4.90

### 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 16	31 Mar 15	31 Mar 16	31 Mar 15
<b>After charging:-</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
Interest Expense	329	348	706	700
Depreciation and Amortization	21,005	20,026	46,725	46,159
Foreign Exchange Loss (Net)	25,897	-	27,436	-
Loss on disposal of property, plant and equipment (Net)	767	-	762	-
Property, plant and equipment written-off	157	-	494	-
Inventory written down to NRV and obsolete inventory written-off	-	-	-	-
Derivative losses	-	-	208	-
<b>After crediting:-</b>				
Interest Income	1,840	1,262	3,066	2,325
Other Income	245	476	1,263	872
Foreign Exchange Gain (Net)	-	10,255	-	26,939
Gain on disposal of property, plant and equipment (Net)	-	-	-	-
Derivative gains	2,661	-	-	-

There were no provision for and write off of receivables, gain or loss on disposal of quoted or unquoted investments, impairment of assets and exceptional items for the current quarter under review and cumulative period ended 31 March 2016.

# 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	
	31 Mar 16	30 Sep 15
	RM'000	RM'000
Retained earnings of the Company and its subsidiaries :		
- Realised Profit	653,783	656,320
- Unrealised (Loss) / Profit	(843)	77,388
	<u>652,940</u>	<u>733,708</u>
Less: Consolidation adjustments	(5,705)	(33,896)
Retained earnings per financial statements	<u>647,235</u>	<u>699,812</u>

**By Order of the Board**

Company Secretary  
19 May 2016