



**JADI IMAGING HOLDINGS BERHAD (526319 - P)**

**CONDENSED CONSOLIDATED INCOME STATEMENT**

**For The Second Quarter Ended 30 June 2010**

(The figures have not been audited)

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
		Current Year Quarter	Preceding Year Corresponding Quarter	Current Year To date	Preceding Year Corresponding Period
		30 June 2010 RM'000	30 June 2009 RM'000	30 June 2010 RM'000	30 June 2009 RM'000
Revenue		27,259	21,430	52,160	37,222
Cost of sales		(18,630)	(15,799)	(36,075)	(26,940)
Gross profit		<u>8,629</u>	<u>5,631</u>	<u>16,085</u>	<u>10,282</u>
Other income		493	4	525	17
Selling and distribution expenses		(1,002)	(703)	(1,851)	(1,343)
Administrative expenses		(1,748)	(1,501)	(3,453)	(3,087)
Other expenses		(607)	(595)	(1,094)	(843)
Finance costs		(87)	(169)	(197)	(336)
<b>Profit before taxation</b>		<u>5,678</u>	<u>2,667</u>	<u>10,015</u>	<u>4,690</u>
Income tax expense	B5	(540)	(532)	(1,192)	(871)
<b>Profit after taxation</b>		<u>5,138</u>	<u>2,135</u>	<u>8,823</u>	<u>3,819</u>
Other comprehensive income/(loss):					
Exchange translation differences		25	(819)	(1,414)	395
<b>Total comprehensive income</b>		<u>5,163</u>	<u>1,316</u>	<u>7,409</u>	<u>4,214</u>
Profit attributable to:					
Equity holders of the Company		<u>5,138</u>	<u>2,135</u>	<u>8,823</u>	<u>3,819</u>
Total comprehensive income attributable to:					
Equity holders of the Company		<u>5,163</u>	<u>1,316</u>	<u>7,409</u>	<u>4,214</u>
<b>Earnings per share (sen):</b>					
Basic	B13	0.84	0.35	1.45	0.63
Diluted	B13	<u>0.83</u>	<u>N/A</u>	<u>1.44</u>	<u>N/A</u>

**Note:**

The unaudited condensed consolidated income statement should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2009.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### CONDENSED CONSOLIDATED BALANCE SHEET

For The Second Quarter Ended 30 June 2010

(The figures have not been audited)

	Current year Quarter 30 Jun 2009 RM'000	Audited 31 Dec 2009 RM'000
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	77,810	68,117
Prepaid land lease payments	1,922	2,031
Investment property	109	111
Other investment	50	50
	79,891	70,309
<b>CURRENT ASSETS</b>		
Inventories	28,860	20,402
Trade receivables	12,828	11,061
Other receivables, prepayments and deposits	8,698	3,378
Derivative financial instruments	B9 62	-
Tax recoverable	168	195
Short term investment	-	5,727
Fixed deposits with licensed banks	1,626	3,510
Cash and bank balances	5,131	8,332
	57,373	52,605
<b>TOTAL ASSETS</b>	<b>137,264</b>	<b>122,914</b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Share capital	61,348	60,935
Treasury shares	(22)	(1,051)
Share premium	238	375
Revaluation reserve	1,933	1,933
Foreign exchange reserve	247	1,661
Share option reserve	398	438
Retained profits	34,189	27,815
<b>TOTAL EQUITY</b>	<b>98,331</b>	<b>92,106</b>
<b>NON-CURRENT LIABILITIES</b>		
Long-term borrowings	B8 1,054	1,333
Deferred tax liabilities	4,760	4,757
	5,814	6,090
<b>CURRENT LIABILITIES</b>		
Trade payables	14,170	9,918
Other payables and accruals	5,247	3,746
Derivative financial instruments	-	98
Amount due to directors	-	132
Short-term borrowings	B8 13,128	10,567
Provision for taxation	574	257
	33,119	24,718
<b>TOTAL LIABILITIES</b>	<b>38,933</b>	<b>30,808</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>137,264</b>	<b>122,914</b>
Net assets per ordinary share (RM)	0.16	0.15

**Note:**

Net assets per share as at 30 June 2010 is arrived at based on the Group's Net Assets of RM98.33 million over the number of ordinary shares in issue (excluding treasury shares) of 613,360,260 shares of RM0.10 each. Net Assets per share as at 31 December 2009 was arrived at based on the Group's Net Assets of RM92.11 million over the number of ordinary shares in issue (excluding treasury shares) of 603,643,432 shares of RM0.10 each.

The unaudited condensed consolidated balance sheet should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2009.



JADI IMAGING HOLDINGS BERHAD (526319 - P)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

**For The Second Quarter Ended 30 June 2010**

(The figures have not been audited)

	<-----Non-distributable----->					<-Distributable->		
	Share Capital RM'000	Treasury Shares RM'000	Share Premium RM'000	Revaluation Reserve RM'000	Foreign Exchange Reserve RM'000	Share option Reserve RM'000	Retained profits RM'000	Total RM'000
<b><u>12 months ended 31 December 2009 (audited)</u></b>								
At 1 January 2009 (audited)	60,406	-	60	1,304	1,929	410	19,277	83,386
Total comprehensive income	-	-	-	629	(268)	-	10,350	10,711
Treasury shares acquired	-	(1,051)	-	-	-	-	-	(1,051)
ESOS exercised	529	-	315	-	-	(66)	-	778
Share options granted under ESOS	-	-	-	-	-	94	-	94
Dividend	-	-	-	-	-	-	(1,812)	(1,812)
At 31 December 2009	60,935	(1,051)	375	1,933	1,661	438	27,815	92,106
<b><u>6 months ended 30 June 2010</u></b>								
At 1 January 2010 (audited)	60,935	(1,051)	375	1,933	1,661	438	27,815	92,106
Total comprehensive income	-	-	-	-	(1,414)	-	8,823	7,409
ESOS exercised	413	-	255	-	-	(61)	-	607
Share options granted under ESOS	-	-	-	-	-	21	-	21
Distribution of treasury shares	-	1,029	(392)	-	-	-	(637)	-
Dividend	-	-	-	-	-	-	(1,812)	(1,812)
At 30 June 2010	61,348	(22)	238	1,933	247	398	34,189	98,331

**Note:**

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2009.



**JADI IMAGING HOLDINGS BERHAD (526319 - P)**

**CONDENSED CONSOLIDATED CASHFLOW STATEMENT**

**For The Second Quarter Ended 30 June 2010**

(The figures have not been audited)

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	Current	Preceding	Current	Preceding
	Year	Year	Year	Year
	Quarter	Corresponding	To date	Corresponding
	Quarter	Quarter	Quarter	Period
Note	30 June 2010	30 June 2009	30 June 2010	30 June 2009
	RM'000	RM'000	RM'000	RM'000
<b>CASHFLOWS FROM OPERATING ACTIVITIES</b>				
Profit before taxation	5,678	2,667	10,015	4,690
Adjustments for:				
Allowance for slow moving stock	-	-	150	-
Depreciation	1,814	1,771	3,574	3,408
Interest expense	87	169	197	336
Unrealised loss on foreign exchange	135	80	273	(18)
Gain on disposal of equipment	(440)	-	(440)	-
Interest income	(21)	(26)	(49)	(35)
Others	19	13	55	24
Operating profit before working capital changes	7,272	4,674	13,775	8,405
Inventories	(4,745)	2,673	(8,877)	5,954
Receivables	(4,665)	(295)	(7,368)	4,386
Payables	3,042	1,634	5,273	1,539
Derivative financial instruments	-	(219)	(98)	(1,312)
Cash generated from operations	904	8,467	2,705	18,972
Interest paid	(148)	(169)	(311)	(336)
Tax refund	-	34	-	119
Tax paid	(416)	(180)	(838)	(300)
Net cash generated from operating activities	340	8,152	1,556	18,455
<b>CASHFLOWS FOR INVESTING ACTIVITIES</b>				
Interest received	21	26	49	35
Proceeds from disposal of plant & equipment	458	-	480	-
Purchase of property, plant and equipment	(11,325)	(483)	(13,116)	(5,812)
Net cash used in investing activities	(10,846)	(457)	(12,587)	(5,777)
<b>CASHFLOWS FOR FINANCING ACTIVITIES</b>				
Drawdown of revolving credit	-	-	1,500	1,000
Drawdown/(repayment) of term loan	1,063	-	1,063	(79)
Proceeds from issuance of shares	500	-	607	-
Dividend paid	-	(1,812)	(1,812)	(1,812)
Repayment of hire purchase	(551)	(489)	(1,062)	(879)
Share buy back	-	(7)	-	(7)
Repayment to directors	-	-	-	(94)
Net cash generated from/(used in) financing activities	1,012	(2,308)	296	(1,871)
<b>NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS</b>	(9,494)	5,387	(10,735)	10,807
<b>EFFECTS OF CHANGES IN FOREIGN EXCHANGE</b>	200	(163)	(77)	(9)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF THE QUARTER / YEAR</b>	16,051	9,224	17,569	3,650
<b>CASH AND CASH EQUIVALENTS AT END OF THE QUARTER</b>	A15 6,757	14,448	6,757	14,448

**Note:**

This is prepared based on the consolidated results of the Group for the financial period ended 30 June 2010 and is to be read in conjunction with the Notes to the Interim Financial Report and the Group's audited financial statements for the financial year ended 31 December 2009.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2010

#### A NOTES TO THE INTERIM FINANCIAL REPORT

##### A1 Basis of preparation

The interim financial statements are unaudited and have been prepared in accordance with the reporting requirements outlined in the Financial Reporting Standards ("FRS") No. 134: Interim Financial Reporting issued by the Malaysian Accounting Standards Board ("MASB"), and Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad.

The interim financial statements should be read in conjunction with the Group's audited financial statements for the financial year ended 31 December 2009. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 December 2009.

The interim financial statements have been prepared in accordance with the same accounting policies adopted in the 2009 annual financial statements, except for the adoption of the following:

	<u>Effective date</u>
FRS 8 Operating Segments	1 July 2009
FRS 4 Insurance Contracts	1 January 2010
Revised FRS 101 Presentation of Financial Statements	1 January 2010
Revised FRS 123 Borrowing Costs	1 January 2010
Amendments to FRS 1 First-time Adoption of Financial Reporting Standards and FRS 127 Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate	1 January 2010
Amendments to FRS 2 Vesting Conditions and Cancellations	1 January 2010
Amendments to FRS 132 Classification of Rights Issues and the transitional Provision in Relation to Compound Instruments	1 January 2010 / 31 March 2010
Amendments to FRS 139 Financial Instruments: Recognition and Measurement, FRS 7 Financial Instruments: Disclosures and IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 9 Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation 10 Interim Financial Reporting and Impairment	1 January 2010
IC Interpretation 11 FRS 2: Group and Treasury Share Transactions	1 January 2010
IC Interpretation 13 Customer Loyalty Programmes	1 January 2010
IC Interpretation 14 FRS 119: The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction	1 January 2010

The adoption of the above FRS, amendments to FRS and IC Interpretations does not have any significant impact on the financial statements of the Group except for the following:

As a result of the adoption of revised FRS 101, income statements of the Group for the current quarter under review and comparative financial period ended 30 June 2009 have been represented as two separate statements, that is an income statement displaying components of profit or loss and a statement of comprehensive income. All non-owner changes in equity which were previously presented in the statement of changes in equity are now included in the statement of comprehensive income as other comprehensive income. Consequently, components of comprehensive income are not presented in the statement of changes in equity. Since these changes only affect the presentation of the financial statements, there is no impact on earnings per share.



## **JADI IMAGING HOLDINGS BERHAD (526319 - P)**

### **QUARTERLY REPORT ON CONSOLIDATED RESULTS**

**For The Second Quarter Ended 30 June 2010**

#### **A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)**

##### **A1 Basis of preparation (Cont'd)**

The Group has not adopted the following FRS, IC Interpretations and amendments that have been issued as at the date of authorisation of these interim financial statements. The FRS are not yet effective for the Group:

- (i) FRS, amendments and IC Interpretations issued and effective for financial periods beginning on or after 1 July 2010 :

Revised FRS 1 (2010) First-time Adoption of Financial Reporting Standards  
Revised FRS 3 (2010) Business Combinations  
Revised FRS 127 (2010) Consolidated and Separate Financial Statements  
Amendments to FRS 2 Scope of FRS2 and Revised FRS 3 (2010)  
Amendments to FRS 5 Plan to Sell Controlling Interest in a Subsidiary  
Amendments to FRS 138 Consequential Amendments Arising from Revised FRS 3 (2010)  
Amendments to IC Interpretation 9 Scope of IC Interpretation 9 and the Revised FRS 3 (2010)  
IC Interpretation 12 Service Concession Arrangements  
IC Interpretation 15 Arrangements for the Construction of Real Estate  
IC Interpretation 16 Hedges of a Net Investment in a Foreign Operation  
IC Interpretation 17 Distributions of Non-cash Assets to Owners

- (ii) FRS, amendments and IC Interpretations issued and effective for financial periods beginning on or after 1 January 2011 :

Amendments to FRS 1 Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters  
Amendments to FRS 1 Additional Exemptions for First-time Adopters  
Amendments to FRS 2 Group Cash-settled Share-based Payment Transactions  
Amendments to FRS 7 Improving Disclosures about Financial Instruments  
IC Interpretation 4 Determining Whether an Arrangement Contains a Lease  
IC Interpretation 18 Transfers of Assets from Customers

##### **A2 Audit report of preceding annual financial statements**

The preceding year annual audited financial statements for the financial year ended 31 December 2009 were not subjected to any audit qualification.

##### **A3 Seasonal or cyclical factors**

The Group's operations are not materially affected by seasonal or cyclical changes during the current quarter under review.

##### **A4 Unusual items affecting assets, liabilities, equity, net income or cash flows**

There were no unusual items affecting assets, liabilities, equity, net income or cash flows of the Group for the current quarter under review.

##### **A5 Material changes in estimates**

There were no changes in estimates of amounts reported in prior interim period or financial year which have a material effect in the current quarter under review.

##### **A6 Debt and equity securities**

During the current quarter under review, the Company issued 3,400,000 new ordinary shares pursuant to the Company's Share Option Scheme.

Except for the above, there were no other issuance, cancellation, repurchases, resales and repayments of debts and equity securities during the period under review.



**JADI IMAGING HOLDINGS BERHAD (526319 - P)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

For The Second Quarter Ended 30 June 2010

**A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)**

**A7 Dividend paid**

There were no dividends paid during the current quarter under review.

**A8 Segmental information**

Current quarter 30 June 2010

	<b>Manufacturing</b>	<b>Investment Holding</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>				
Revenue from external customers	27,259	-	-	27,259
Interest income	-	-	-	-
	<u>27,259</u>	<u>-</u>	<u>-</u>	<u>27,259</u>

Results

Segment results	5,919	(141)	(33)	5,745
Other unallocated corporate expenses				(1)
Interest expense				(87)
Interest income				21
Profit before taxation				<u>5,678</u>
Income tax expense				(540)
Profit after taxation				<u>5,138</u>

	<b>Malaysia</b>	<b>China</b>	<b>USA</b>	<b>Elimination</b>	<b>Group</b>
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>
<u>Revenue</u>					
Revenue from external customers	19,990	6,883	386	-	27,259
Interest income	-	-	-	-	-
	<u>19,990</u>	<u>6,883</u>	<u>386</u>	<u>-</u>	<u>27,259</u>

Results

Segment results	4,640	1,244	(106)	(33)	5,745
Other unallocated corporate expenses					(1)
Interest expense					(87)
Interest income					21
Profit before taxation					<u>5,678</u>
Income tax expense					(540)
Profit after taxation					<u>5,138</u>



**JADI IMAGING HOLDINGS BERHAD (526319 - P)**

**QUARTERLY REPORT ON CONSOLIDATED RESULTS**

For The Second Quarter Ended 30 June 2010

**A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)**

**A8 Segmental information (Cont'd)**

Current year to date 30 June 2010

	Manufacturing RM'000	Investment Holding RM'000	Elimination RM'000	Group RM'000
<u>Revenue</u>				
Revenue from external customers	52,156	-	-	52,156
Interest income	-	4	-	4
	52,156	4	-	52,160

Results

Segment results	10,536	(280)	(86)	10,170
Other unallocated corporate expenses				(3)
Interest expense				(197)
Interest income				45
Profit before taxation				10,015
Income tax expense				(1,192)
Profit after taxation				8,823

	Malaysia RM'000	China RM'000	USA RM'000	Elimination RM'000	Group RM'000
<u>Revenue</u>					
Revenue from external customers	38,393	12,791	972	-	52,156
Interest income	4	-	-	-	4
	38,397	12,791	972	-	52,160

Results

Segment results	7,992	2,487	(223)	(86)	10,170
Other unallocated corporate expenses					(3)
Interest expense					(197)
Interest income					45
Profit before taxation					10,015
Income tax expense					(1,192)
Profit after taxation					8,823

**A9 Valuation of property, plant and equipment**

There was no valuation of the property, plant and equipment in the current quarter under review. The valuation of property, plant and equipment has been brought forward without amendments from the financial statements for the financial year ended 31 December 2009.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2010

#### A NOTES TO THE INTERIM FINANCIAL REPORT (Cont'd)

##### A10 Material events subsequent to the end of the quarter

- (a) The shareholders of Jadi Imaging Holdings Berhad ("JADI"), by way of a special resolution passed in the Annual General Meeting held on 20 May 2010, empowered the Directors of JADI to issue new JADI shares, provided that the aggregate number of new JADI shares to be issued shall not exceed 10% of the total issued and paid-up share capital of JADI at the time of issue, pursuant to Section 132D of the Companies Act, 1965.

On 16 July 2010, JADI successfully allotted 61,462,000 new JADI shares representing approximately 10% of the issued and paid-up capital share of JADI at an issue price of RM0.20 per shares.

- (b) On 30 July 2010, Jadi Imaging Holdings Berhad ("JADI") proposed to issue up to 352,251,462 free warrants in JADI ("Free Warrant") on the basis of one (1) Free Warrant for Every Two (2) existing ordinary shares of RM0.10 each in JADI held by entitled shareholders of JADI on an entitlement date to be determined and announced later.

Except for the above, there were no other material events subsequent to the end of this quarter that have not been reflected in the financial statements for the current quarter under review.

##### A11 Changes in the composition of the Group

There were no changes in the composition of the Group during the current quarter under review.

##### A12 Changes in contingent liabilities or contingent assets

The Directors are of the opinion that there were no changes in contingent liabilities or contingent assets since the last annual balance sheet date which, upon crystallisation would have a material impact on the financial position and business of the Group as at 13 August 2010 (the latest practicable date which is not earlier than 7 days from the date of issue of this quarterly report).

##### A13 Capital commitments

Capital expenditure of the Group approved by the Directors but not provided for in the condensed financial statements are as follows:

	<b>Current year To date 30 June 2010 RM'000</b>
Approved and contracted for:	
Construction of factory cum warehouse	5,704
Purchase of plant & equipment	8,354
	<u>14,058</u>

##### A14 Significant related party transactions

There was no significant related party transaction for the current quarter under review.

##### A15 Cash and cash equivalents

	<b>Current year To date 30 June 2010 RM'000</b>
Cash and bank balances	5,131
Fixed deposits with licensed banks	1,626
	<u>6,757</u>



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2010

#### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

##### B1 Review of performance

For the current quarter ended 30 June 2010, the Group recorded revenue of RM27.26 million against RM21.43 million in the corresponding quarter ended 30 June 2009, an increase of 27.2% or RM5.83 million due to increase in sales volume of black toner.

Profit before taxation for the Group increased by 112.7% or RM3.01 million to RM5.68 million compared to RM2.67 million for the corresponding quarter ended 30 June 2009. Despite stronger Malaysian Ringgit against US Dollar as compared to quarter ended 30 June 2009, the Group managed to achieve higher profitability due to production efficiency arising from economies of scale.

##### B2 Variation of results against preceding quarter

The Group recorded revenue of RM27.26 million for the current quarter under review against RM24.90 in the preceding quarter ended 31 March 2010, an increase of 9.5% or RM2.36 million. The increase was contributed by higher sales volume of black toner.

Profit before tax increased by 30.9% or RM1.34 million to RM5.68 million as compared to RM4.34 million in the preceding quarter ended 31 March 2010. Profit before tax improved due to higher productivity and gain on disposals of equipment amounting to RM440k for the quarter under review.

##### B3 Prospects

A new monochrome toner line, which is the seventh line of the Group, has been fully installed in Suzhou factory in the third quarter this year. The construction of a new factory cum warehouse and the preparation for an additional monochrome toner line and a new chemically produced toner line are in the pipeline and scheduled to be completed within the period from the fourth quarter this year to the first quarter next year. These series of expansion are expected to bring positive results to the Group.

##### B4 Profit forecast and profit guarantee

No profit forecast or profit guarantee has been issued by the Group.

##### B5 Income tax expense

	<b>Current quarter</b>	<b>Current year</b>
	<b>30 June 2010</b>	<b>To date</b>
	<b>RM'000</b>	<b>30 June 2010</b>
	<b>RM'000</b>	<b>RM'000</b>
Income tax		
Current year	149	984
Under provision in prior years	205	205
Deferred tax expense		
Current year	186	3
	<b>540</b>	<b>1,192</b>

The effective tax rate for the current quarter is lower than the statutory tax rate principally due to tax savings arising from tax incentive and tax allowance available.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2010

#### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

##### B6 Profit/(Loss) on sale of unquoted investments and/or properties

There were no sale of unquoted investments and/or properties during the current quarter under review.

##### B7 Quoted securities

There were no acquisitions or disposals of quoted securities during the current quarter under review.

##### B8 Group's borrowings and debt securities

As at 30 June 2010, the Group had total borrowings of approximately RM14.2 million, details of which are set out below:

Interest bearing borrowings:	RM'000
<i>Short term borrowings</i>	
Unsecured:	
Revolving credit	10,000
Secured:	
Term loan	1,063
Hire purchase	2,065
	<hr/>
	13,128
<i>Long term borrowings</i>	
Secured:	
Hire purchase	1,054
	<hr/>
	1,054
Total	<hr/>
	14,182

As at 30 June 2010, the Group does not have any foreign currency denominated borrowings.

##### B9 Derivatives

As at 30 June 2010, the Group had outstanding derivatives, details of which are set out below:

Type of Derivatives	Notional Value	Fair value
	RM'000	Assets
		RM'000
Forward foreign exchange contracts		
- less than 1 year	1,626	62
	<hr/>	<hr/>

##### B10 Off balance sheet financial instruments

There were no financial instruments with off balance sheet risk applicable to the Group as at the date of this announcement.

##### B11 Material litigation

Neither the Company nor its subsidiary companies is engaged in any litigation or arbitration, either as plaintiff or defendant, which has a material effect on the financial position of the Company or its subsidiary companies and the Board does not know of any proceedings pending or threatened, or of any fact likely to give rise to any proceedings, which might materially and adversely affect the position or business of the Company or its subsidiary companies.

##### B12 Dividends

The Board of Directors do not recommend the payment of any dividend for the current quarter under review.



## JADI IMAGING HOLDINGS BERHAD (526319 - P)

### QUARTERLY REPORT ON CONSOLIDATED RESULTS

For The Second Quarter Ended 30 June 2010

#### B ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

##### B13 Earnings per share

	Current Quarter 30 June 2010	Current Year to date 30 June 2010
<i>(a) Basic earnings per share</i>		
Profit attributable to ordinary equity holders of the Company (RM'000)	5,138	8,823
Issued ordinary shares at 1 April 2010 / 1 January 2010 ('000)	609,960	603,643
Effect of distribution of treasury shares ('000)	-	3,458
Effect of employee share option scheme ('000)	1,832	1,415
Weighted average number of ordinary shares in issue ('000)	<u>611,792</u>	<u>608,516</u>
Basic earnings per share (sen)	<u>0.84</u>	<u>1.45</u>
<i>(b) Diluted earnings per share</i>		
Profit attributable to ordinary equity holders of the Company (RM'000)	5,138	8,823
Weighted average number of ordinary shares in issue ('000)	611,792	608,516
Employee share option scheme ('000)	4,314	4,314
Total weighted average number of ordinary shares in issue and employee share option scheme ('000)	<u>616,106</u>	<u>612,830</u>
Diluted earnings per share (sen)	<u>0.83</u>	<u>1.44</u>

##### B14 Status of corporate proposals

The status of corporate proposals announced by the Group but not completed as at 13 August 2010 (being a date not earlier than 7 days from the date of issue of the quarterly report) is as follows :

###### Proposal:

On 30 July 2010, Jadi Imaging Holdings Berhad ("JADI") proposed to issue up to 352,251,462 free warrants in JADI ("Free Warrant") on the basis of one (1) Free Warrant for Every Two (2) existing ordinary shares of RM0.10 each in JADI held by entitled shareholders of JADI on an entitlement date to be determined and announced later.

###### Adviser:

RHB Investment Bank Berhad

###### Approval pending:

- (a) Bursa Securities, for the admission of the Free Warrants and the listing of and quotation for the Free Warrants and new shares to be issued pursuant to the exercise of the Free Warrants on the Main Market of Bursa Securities;
- (b) the shareholders of JADI, at an extraordinary general meeting to be convened; and
- (c) Bank Negara Malaysia, for the issuance of the Free Warrants to non-resident shareholders of JADI.

##### B15 Authorisation for issue

The interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the directors.

**Jadi Imaging Holdings Berhad**

20 August 2010