

**JAYA TIASA HOLDINGS BHD (3751-V)**
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 - unaudited**
**CONDENSED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	INDIVIDUAL QUARTER		CUMULATIVE QUARTER	
	3 months ended		9 months ended	
	31/03/2020	31/03/2019	31/03/2020	31/03/2019
	RM'000	RM'000	RM'000	RM'000
<b>Revenue</b>	144,589	115,703	564,020	503,636
Cost of sales	(166,914)	(183,772)	(509,319)	(582,357)
<b>Gross (loss)/profit</b>	(22,325)	(68,069)	54,701	(78,721)
Other income	1,599	2,208	6,842	9,850
Selling and distribution costs	(3,442)	(4,978)	(17,403)	(20,088)
Administrative expenses	(7,645)	(9,417)	(21,562)	(27,399)
Fair value change in biological assets	(687)	10	(5,973)	(11,038)
<b>Operating profit/(loss)</b>	(32,500)	(80,246)	16,605	(127,396)
Finance costs	(12,792)	(14,961)	(38,791)	(43,910)
<b>Loss before taxation</b>	(45,292)	(95,207)	(22,186)	(171,306)
Income tax expense	(372)	(29,842)	(14,693)	(12,412)
<b>Loss for the period</b>	(45,664)	(125,049)	(36,879)	(183,718)
<b>Other comprehensive income:</b>				
Fair value change in available-for-sale financial assets	(35,700)	4,900	(2,100)	(13,300)
<b>Other comprehensive income, net of tax</b>	(35,700)	4,900	(2,100)	(13,300)
<b>Total comprehensive income for the year</b>	(81,364)	(120,149)	(38,979)	(197,018)
Loss attributable to:				
Owner of the parent	(45,920)	(125,314)	(37,420)	(184,499)
Non-controlling interests	256	265	541	781
	(45,664)	(125,049)	(36,879)	(183,718)
<b>Total comprehensive income attributable to:</b>				
Owner of the parent	(81,620)	(120,414)	(39,520)	(197,799)
Non-controlling interests	256	265	541	781
	(81,364)	(120,149)	(38,979)	(197,018)
Basic earnings per share attributable to owners of the parent (Sen)	(4.74)	(12.95)	(3.87)	(19.06)

The unaudited condensed consolidated profit or loss and other comprehensive income should be read in conjunction with the audited financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to this quarterly report.

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 - unaudited

CONDENSED STATEMENTS OF FINANCIAL POSITION

	AS AT 31/03/2020 RM'000	AS AT 30/06/2019 RM'000 (Audited)
<b>ASSETS</b>		
<b>Non-current Assets</b>		
Property, plant and equipment	2,012,689	2,142,499
Biological assets	65,542	59,469
Land use rights	16	17
Intangible assets	833	950
Investment securities	24,500	26,600
	<u>2,103,580</u>	<u>2,229,535</u>
<b>Current Assets</b>		
Inventories	53,366	101,652
Biological assets	6,421	7,619
Trade and other receivables	50,486	39,976
Other current assets	14,655	17,257
Derivative assets	-	316
Cash and bank balances	11,425	9,192
	<u>136,353</u>	<u>176,012</u>
<b>TOTAL ASSETS</b>	<u>2,239,933</u>	<u>2,405,547</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Current Liabilities</b>		
Interest bearing loans and borrowings	442,418	672,001
Trade and other payables	200,590	201,416
Income tax payable	6,265	637
	<u>649,273</u>	<u>874,054</u>
<b>EQUITY AND LIABILITIES</b>		
<b>Non-current Liabilities</b>		
Interest bearing loans and borrowings	374,873	284,151
Deferred tax liabilities	85,892	78,468
	<u>460,765</u>	<u>362,619</u>
<b>Total Liabilities</b>	<u>1,110,038</u>	<u>1,236,673</u>
<b>Net assets</b>	<u>1,129,895</u>	<u>1,168,874</u>
<b>Equity Attributable to owners of the parent</b>		
Share capital	977,402	977,402
Treasury shares	(13,687)	(13,687)
Reserves	166,810	206,330
	<u>1,130,525</u>	<u>1,170,045</u>
<b>Non-controlling interests</b>	(630)	(1,171)
<b>Total Equity</b>	<u>1,129,895</u>	<u>1,168,874</u>
<b>TOTAL EQUITY AND LIABILITIES</b>	<u>2,239,933</u>	<u>2,405,547</u>
Net assets per share attributable to equity holders (RM)	1.17	1.21
Number of ordinary shares net of treasury shares	967,991	967,991

The unaudited condensed consolidated statement of financial position should be read in conjunction with the audited financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached.

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 - unaudited

CONDENSED STATEMENTS OF CHANGES IN EQUITY

	Share Capital RM'000	Treasury Shares RM'000	Exchange Difference Reserves RM'000	Fair Value Reserves RM'000	Retained Profits RM'000	Total RM'000	Non- controlling Interest RM'000	Total Equity RM'000
<b>At 01 July 2019</b>	977,402	(13,687)	1	(43,400)	249,729	1,170,045	(1,171)	1,168,874
(Loss)/Profit for the period	-	-	-	-	(37,420)	(37,420)	541	(36,879)
Other comprehensive income	-	-	-	(2,100)	-	(2,100)	-	(2,100)
Total comprehensive income	-	-	-	(2,100)	(37,420)	(39,520)	541	(38,979)
<b>At 31 March 2020</b>	977,402	(13,687)	1	(45,500)	212,309	1,130,525	(630)	1,129,895
<b>At 01 July 2018,</b>	977,402	(13,687)	-	(30,100)	520,605	1,454,220	(444)	1,453,776
(Loss)/Profit for the period	-	-	-	-	(184,499)	(184,499)	781	(183,718)
Other comprehensive income	-	-	-	(13,300)	-	(13,300)	-	(13,300)
Total comprehensive income	-	-	-	(13,300)	(184,499)	(197,799)	781	(197,018)
Dividends on ordinary shares	-	-	-	-	(4,840)	(4,840)	-	(4,840)
Total transactions with owners	-	-	-	-	(4,840)	(4,840)	-	(4,840)
<b>At 31 March 2019</b>	977,402	(13,687)	-	(43,400)	331,266	1,251,581	337	1,251,918

The unaudited condensed consolidated statement of changes in equity should be read in conjunction with the audited financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to this quarterly report.

THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020 - unaudited

CONDENSED STATEMENTS OF CASH FLOWS

	<b>Current</b> <b>9 months ended</b> <b>31/03/2020</b> <b>RM'000</b>	<b>Corresponding</b> <b>9 months ended</b> <b>31/03/2019</b> <b>RM'000</b>
<b>Cash Flows from Operating Activities</b>		
Loss before taxation	(22,186)	(171,306)
Adjustments for:		
Bad debts written off	6	-
Depreciation and amortisation	132,356	131,249
Fair value change in biological assets	5,973	11,038
Interest expenses	37,871	42,817
Interest income	(52)	(82)
Net (gain)/loss on disposal of property, plant and equipment	(524)	612
Net unrealised foreign exchange (gain)/loss	(15)	478
Provision for obsolete inventories	1,950	-
Reversal of fair value gain on derivatives	316	-
<b>Operating cash flows before working capital changes</b>	<b>155,695</b>	<b>14,806</b>
Net change in current assets	37,371	30,429
Net change in current liabilities	(1,087)	29,643
<b>Cash flows from operations</b>	<b>191,979</b>	<b>74,878</b>
Interest received	52	82
Interest paid	(37,884)	(42,823)
Income taxes paid, net of refund	(328)	(2,459)
<b>Net cash flows from operating activities</b>	<b>153,819</b>	<b>29,678</b>
<b>Cash Flows used in Investing Activities</b>		
Acquisition of property, plant and equipment	(11,653)	(37,527)
Acquisition of biological assets	(10,995)	(14,985)
Purchase of other intangible assets	(2)	-
Proceeds from disposal of property, plant and equipment	9,910	16,706
<b>Net cash flows used in investing activities</b>	<b>(12,740)</b>	<b>(35,806)</b>
<b>Cash Flows used in Financing Activities</b>		
Dividend paid	-	(4,840)
Net (repayment)/proceeds of revolving credit and bankers' acceptances	(68,602)	22,381
Repayments of hire purchase creditors	(8,827)	(9,755)
Repayments of term loans	(46,776)	(44,401)
<b>Net cash flows used in financing activities</b>	<b>(124,205)</b>	<b>(36,615)</b>
<b>Net change in cash and cash equivalent</b>	<b>16,874</b>	<b>(42,743)</b>
Effects of exchange rate changes	15	(44)
Cash and cash equivalents at the beginning of the year	(131,501)	(81,694)
<b>Cash and cash equivalents at the end of the year</b>	<b>(114,612)</b>	<b>(124,481)</b>
Cash and bank balances	11,425	14,052
Bank overdrafts	(126,037)	(138,533)
	<b>(114,612)</b>	<b>(124,481)</b>

The unaudited condensed consolidated statement of cash flow should be read in conjunction with the audited financial statements for the year ended 30 June 2019 and the accompanying explanatory notes attached to this quarterly report.

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**1 Basis of Preparation**

The interim financial report is unaudited and has been prepared in accordance with MFRS 134: Interim Financial Reporting 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 30 June 2019. The explanatory notes attached to the interim financial report 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 30 June 2019.

The significant accounting policies adopted in the quarterly report are consistent with those adopted in the Group's audited financial statements for the financial year ended 30 June 2019. At the date of authorization of these interim financial statements, the Group has not adopted the following accounting standards that have been issued by the Malaysian Accounting Standards Board ("MASB"). The Group intend to adopt these amendments/standards, if applicable, when they become effective.

<i><b>MFRSs and/or IC Interpretations (Including the Consequential Amendments)</b></i>	<i><b>Effective Date</b></i>
Amendments to MFRS 3: Definition of a Business	1 January 2020
Amendments to MFRS 101 and MFRS 108: Definition of Material	1 January 2020
Amendments to References to the Conceptual Framework in MFRS Standards	1 January 2020
MFRS 17: Insurance Contracts	1 January 2021
Amendments to MFRS 10 and MFRS 128: Sale or Contribution of Assets between an Investor and its Associate of Joint Venture	Deferred

**2 Auditors' Report on Preceding Annual Financial Statements**

The auditors' report on the financial statements for the year ended 30 June 2019 was not qualified.

**3 Seasonal and Cyclical Factors**

Production of fresh fruit bunches ("FFB") is cyclical in nature. The peak crops season of FFB normally is in the second half of the year but depends on weather conditions.

**4 Unusual Items**

There were no unusual items affecting assets, liabilities, equity, net income, or cash flows during the current quarter and financial year-to-date.

**5 Changes in Estimates**

There were no changes in estimates that have had a material effect on the results of the Group for the period under review.

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**6      *Debt and Equity Securities***

There were no issuances or repayments of debt and equity securities during the financial year. The number of shares retained as treasury shares amounted to 5,727,000 as at 31 March 2020.

**7      *Dividends Paid***

There were no dividends paid during the financial period.

**8      *Carrying Amount of Revalued Assets***

The Group did not carry out any valuations on its property, plant and equipment during the current quarter and financial year-to-date. The carrying value of property, plant and equipment is based on the valuation incorporated in the annual financial statements for the year ended 30 June 2019.

**9      *Subsequent Events***

No material events have arisen during the interval between the end of the current quarter and the date of this announcement that have not been reflected in the current quarterly report.

**10     *Changes in Composition of the Group***

There were no changes in the composition of the Group during the current quarter, which were previously not announced.

**11     *Contingent Liabilities and Contingent Assets***

There are no significant changes in contingent liabilities or assets as at the end of the current quarter.

**JAYA TIASA HOLDINGS BHD (3751-V)**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**12 Segmental Information**

The financial information in respect of the Group's business segments for the current financial period ended 31 March 2020 is as follows:

	<b>Oil Palm</b>	<b>Timber</b>	<b>Others</b>	<b>Elimination</b>	<b>Total</b>
	RM'000	RM'000	RM'000	RM'000	RM'000
<b>REVENUE</b>					
External	404,158	158,142	1,720		564,020
Inter segment	266,092	171,887	4,202	(442,181)	-
<b>Total Revenue</b>	<b>670,250</b>	<b>330,029</b>	<b>5,922</b>	<b>(442,181)</b>	<b>564,020</b>
<b>EBITDA</b>	<b>170,852</b>	<b>(11,292)</b>	<b>(493)</b>	<b>-</b>	<b>159,067</b>
Finance cost	(27,999)	(10,461)	(331)	-	(38,791)
Depreciation and amortisation	(106,878)	(23,809)	(1,669)	-	(132,356)
<b>Segmental result</b>	<b>35,975</b>	<b>(45,562)</b>	<b>(2,493)</b>	<b>-</b>	<b>(12,080)</b>
Group admin and overhead cost					(10,106)
<b>Loss before tax</b>					<b>(22,186)</b>
<b>Segment assets</b>	<b>1,817,814</b>	<b>362,787</b>	<b>59,332</b>	<b>-</b>	<b>2,239,933</b>
<b>Segment liabilities</b>	<b>797,056</b>	<b>305,615</b>	<b>7,367</b>	<b>-</b>	<b>1,110,038</b>

**13 Property, Plant and Equipment**

Acquisition and disposal of items of property, plant and equipment by the Group for the current financial period ended 31 March 2020 is as follows:

	<b>Acquisition</b>	<b>Disposal</b>
	RM'000	RM'000
Factory, building and quarter	2,345	(1,510)
Road and bridge	35	(9,930)
Furniture, fitting and equipment	579	(159)
Aircraft and Motor vehicle	655	(201)
Plant and machinery	1,230	(6,472)
<b>Total</b>	<b>4,844</b>	<b>(18,272)</b>

**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**14 Capital Commitments**

The amount of commitments for the purchase of property, plant and equipment not provided for in the quarterly report is as follows:

	As at 31 March 2020 RM'000	As at 30 June 2019 RM'000
Approved and contracted for	<u>14,041</u>	<u>9,972</u>

**15 Fair value of Financial Instruments**

The Group uses the following levels of fair value hierarchy in measuring the fair value of financial instruments.

- Level 1 - Quoted prices in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 - Inputs for the assets or liability that are not based on observable market data (unobservable inputs).

As at 31 March 2020, the Group's financial instruments measured and recognised at fair value on a recurring basis are as follows:

	<b>Level 1</b> RM'000	<b>Level 2</b> RM'000	<b>Level 3</b> RM'000	<b>Total</b> RM'000
<b>Financial assets</b>				
Equity investments quoted in Malaysia	24,500	-	-	24,500
Biological assets	-	-	71,963	71,963
	<u>24,500</u>	<u>-</u>	<u>71,963</u>	<u>96,463</u>
<b>Financial liabilities</b>				
Non-current obligations under finance lease	-	5,473	-	5,473

The methods and valuation techniques used for the purpose of measuring fair value are consistent with the previous financial year ended 30 June 2019. There have been no transfers between the levels during the year.



**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**16 Significant Related Party Transactions**

The Group entered into the following significant related parties transactions with companies connected to certain Directors of the Companies and its subsidiaries for the current financial period ended 31 March 2020.

	Period-to-date	
	31.03.2020 RM'000	31.03.2019 RM'000
i) Purchase of logs from Binamewah Sdn Bhd	621	2,408
ii) Purchase of raw materials from Petanak Enterprise Sdn Bhd	3,880	8,178
iii) Purchase of lubricant and spare parts from Rimbunan Hijau General Trading Sdn Bhd	2,868	4,355
iv) Provision of reforestation planning and advisory services by R H Development (Sarawak) Sdn Bhd	-	364
iv) Provision of towage and freight charges by Subur Group	116	94
v) Land rental for oil palm plantation development by RH Group	5,075	4,586
vii) Sale of CPO to Borneo Edible Oil Sdn Bhd	278,510	297,317
viii) Provision of logging contract services to Tapak Megah Sdn Bhd	235	916
ix) Sales of lubricant and spare parts to Oriental Evermore Group	102	64
x) Provision of freight and towage services by Oriental Evermore Group	3,939	3,928
xi) Provision of construction services by Moverstar (M) Sdn Bhd	70	3,014

**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**17 Performance Review for Current Quarter and Financial Period to Date**

	Individual Period			Cumulative Period		
	Current Year Third Quarter 31.03.2020 RM'000	Preceding Year Corresponding Third Quarter 31.03.2019 RM'000	Changes	Current Year To- date 31.03.2020 RM'000	Preceding Year Corresponding Period 31.03.2019 RM'000	Changes
<b><u>Revenue</u></b>						
<i>Oil Palm</i>	95,533	81,389	17%	404,158	358,937	13%
<i>Timber</i>	48,645	34,208	42%	158,142	144,296	10%
<i>Others</i>	411	106	>100%	1,720	403	>100%
	<b>144,589</b>	<b>115,703</b>	<b>25%</b>	<b>564,020</b>	<b>503,636</b>	<b>12%</b>
<b><u>Operating (Loss)/Profit</u></b>						
<i>Oil Palm</i>	(14,662)	(54,925)	73%	63,974	(94,444)	>100%
<i>Timber</i>	(14,128)	(18,946)	25%	(35,101)	(14,173)	>-100%
<i>Others</i>	(3,710)	(6,375)	42%	(12,268)	(18,779)	35%
	<b>(32,500)</b>	<b>(80,246)</b>	<b>59%</b>	<b>16,605</b>	<b>(127,396)</b>	<b>&gt;100%</b>
<b><u>(Loss)/Profit Before Tax</u></b>						
<i>Oil Palm</i>	(24,025)	(65,420)	63%	35,975	(126,942)	>100%
<i>Timber</i>	(17,458)	(23,399)	25%	(45,561)	(25,545)	-78%
<i>Others</i>	(3,809)	(6,388)	40%	(12,600)	(18,819)	33%
	<b>(45,292)</b>	<b>(95,207)</b>	<b>52%</b>	<b>(22,186)</b>	<b>(171,306)</b>	<b>87%</b>
<b>Loss After Tax</b>	<b>(45,664)</b>	<b>(125,049)</b>	<b>63%</b>	<b>(36,879)</b>	<b>(183,718)</b>	<b>80%</b>
<b>Loss Attributable to Owner of the Parent</b>	<b>(45,920)</b>	<b>(125,314)</b>	<b>63%</b>	<b>(37,420)</b>	<b>(184,499)</b>	<b>80%</b>

Group revenue for the current quarter was considerably higher as compared to the corresponding quarter as a result of 17% and 42% increase in revenue for Oil Palm and Timber division respectively. Improvement in revenue for Oil Palm division was due to increase in FFB and CPO selling prices by 33% and 35%. As for Timber division, overall sales volume for log and plywood products increased by over 300% and 15% respectively.

The Group recorded lower pre-tax loss for the financial year-to-date when compared to the corresponding period last year mainly due to 43% and 4% increase in sales volume for FFB and CPO combined with reduction in average unit production cost of FFB and CPO by 38% and 28%.

However for Timber division, higher pre-tax losses for the year to date under review was mainly due to diminishing profit margin from overall weaker average selling prices for all timber products.

The Group managed to generate net operating cash flow of RM154 million for the year-to date under review. Loss before tax for current quarter and year-to-date consist of depreciation and amortisation amounting to RM44 million and RM132 million respectively.

**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**18 Performance Review for Current Quarter with Immediate Preceding Quarter**

	Individual Period		Changes
	Current Quarter 31.03.2020 RM'000	Immediate Preceding Quarter 31.12.2019 RM'000	
<b><u>Revenue</u></b>			
<i>Oil Palm</i>	95,533	135,280	-29%
<i>Timber</i>	48,645	50,456	-4%
<i>Others</i>	411	1,169	-65%
	<b>144,589</b>	<b>186,905</b>	<b>-23%</b>
<b><u>Operating (Loss)/Profit</u></b>			
<i>Oil Palm</i>	(14,662)	16,232	>-100%
<i>Timber</i>	(14,128)	(7,187)	-97%
<i>Others</i>	(3,710)	(4,245)	13%
	<b>(32,500)</b>	<b>4,800</b>	<b>&gt;-100%</b>
<b><u>(Loss)/Profit Before Tax</u></b>			
<i>Oil Palm</i>	(24,025)	7,194	>-100%
<i>Timber</i>	(17,458)	(10,656)	-64%
<i>Others</i>	(3,809)	(4,458)	15%
	<b>(45,292)</b>	<b>(7,920)</b>	<b>&gt;-100%</b>
<b>Loss After Tax</b>	<b>(45,664)</b>	<b>(7,380)</b>	<b>&gt;-100%</b>
<b>Loss Attributable to Owner of the Parent</b>	<b>(45,920)</b>	<b>(7,274)</b>	<b>&gt;-100%</b>

When compared to the immediate preceding quarter, lower Group's revenue was generally attributed to 42% and 50% decrease in sales volume of CPO and PK respectively.

Higher pre-tax loss for the financial year-to-date when compared to the immediate preceding quarter was mainly due to:-

- lower FFB and CPO production volume had driven the average unit production cost of FFB and CPO up by 70% and 57% respectively ;
- Increase in average unit production cost for log by 32% due to reduction in log production volume by 37%.

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**19 Group's Prospects**

The Group expects the crude palm oil price to remain under pressure amid continued weakening demand and slower consumption for oil palm products due to Covid-19 pandemic worldwide and the sharp fall in world crude oil price which has negatively impacted the prospect for palm oil in biodiesel blending.

Although we anticipate FFB and CPO production to increase gradually as we are approaching peak crop season, the Movement Control Order (MCO) introduced by Malaysian Government has temporarily affected our FFB production as a result of restricted staff and worker mobility in the whole supply chain. It has also affected our log export sales due to restriction placed on foreign buyers coming into Malaysia for log inspection and grading.

With uncertainty lingering over the global economic and market sentiments, the Group remains focused on selective logging as well as improvement in yield and operational efficiency.

**20 Loss for the Period**

Included in the loss before tax are the following items:

	Current quarter		Year-to-date	
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
	RM'000	RM'000	RM'000	RM'000
Amortisation	14,962	14,462	44,887	43,391
Bad debt written off	-	-	6	-
Depreciation	29,223	28,911	87,469	87,858
Fair value change in biological assets	687	(10)	5,973	11,038
Interest expenses	12,528	14,792	37,871	42,817
Net loss/(gain) on disposal of property, plant and equipment	507	314	(524)	612
Net unrealised foreign exchange loss/(gain)	1	367	(15)	478
Interest income	(17)	(18)	(52)	(82)
Provision for obsolete inventories	650	-	1,950	-
Reversal of fair value gain on derivatives	187	-	316	-
	<u>187</u>	<u>-</u>	<u>316</u>	<u>-</u>

**21 Profit Forecast or Profit Guarantee**

The disclosure requirements for explanatory notes on the variation of actual profit after tax and non-controlling interest, and shortfall in profit guarantee are not applicable.

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**22 Taxation**

Tax charge for the current financial period comprise:-

	Current quarter		Year-to-date	
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
	RM'000	RM'000	RM'000	RM'000
Current taxation	2,182	(5,778)	7,268	(1,891)
Deferred taxation	(1,810)	35,620	7,425	14,303
	<u>372</u>	<u>29,842</u>	<u>14,693</u>	<u>12,412</u>

The effective tax rate for the Group is higher than the statutory tax rate of 24%. This is mainly due to derecognition and reversal of deferred tax assets on unabsorbed tax losses in loss making subsidiaries

**23 Corporate Proposals**

There were no corporate proposals announced or pending completion as at the date of this quarterly report.

**24 Quoted Securities**

There was no purchase or disposal of quoted securities during the current quarter and financial period-to-date.

**25 Unquoted Securities**

There was no purchase or disposal of unquoted securities during the current quarter and financial period-to-date.

**26 Material litigation**

There is no pending material litigation as at the date of this announcement.

**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**27 Borrowings and Debt Securities**

	As at 31 March 2020					
	Long term		Short term		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
<b>Secured</b>						
Finance lease	-	5,473	-	7,264	-	12,737
<b>Unsecured</b>						
Bank overdraft	-	-	-	126,037	-	126,037
Banker acceptance	-	-	-	48,617	-	48,617
Revolving credit	-	-	-	145,000	-	145,000
Term loans - RC	-	140,000	-	56,000	-	196,000
Term loans	-	229,400	-	59,500	-	288,900
	-	369,400	-	435,154	-	804,554
<b>Total</b>	-	374,873	-	442,418	-	817,291

	As at 30 June 2019					
	Long term		Short term		Total borrowings	
	USD'000	RM'000	USD'000	RM'000	USD'000	RM'000
<b>Secured</b>						
Finance lease	-	10,551	-	11,012	-	21,563
<b>Unsecured</b>						
Bank overdraft	-	-	-	140,694	-	140,694
Banker acceptance	-	-	-	55,369	-	55,369
Revolving credit	-	-	3,000	169,350	3,000	169,350
Term loans - RC	-	-	-	233,500	-	233,500
Term loans	-	273,600	-	62,076	-	335,676
	-	273,600	3,000	660,989	3,000	934,589
<b>Total</b>	-	284,151	3,000	672,001	3,000	956,152

**28 Dividend Payable**

No interim dividend has been declared by the Board of Directors for the current quarter (previous corresponding period: Nil).

**JAYA TIASA HOLDINGS BHD ( 3751-V )**  
**THIRD QUARTERLY REPORT FOR THE FINANCIAL PERIOD ENDED 31 MARCH 2020**

**Explanatory notes pursuant to MFRS 134 and Appendix 9B of the Listing Requirements**

**29 Earnings per share (EPS)**

**i) Basic EPS**

Basic earnings per share is calculated by dividing the net profit of the period over the weighted average number of ordinary shares in issue during the year excluding treasury shares held by the Company.

	Current Quarter		Year-to-date	
	31.03.2020	31.03.2019	31.03.2020	31.03.2019
Loss attributable to the equity holders of the Company (RM'000)	(45,920)	(125,314)	(37,420)	(184,499)
Weighted average number of ordinary shares in issue ('000 )	967,991	967,991	967,991	967,991
Basic Earning/(Loss) per share (sen)	(4.74)	(12.95)	(3.87)	(19.06)

**ii) Diluted EPS**

There are no dilutive potential ordinary shares. As such, the dilutive earnings per share of the Group is equivalent to basic earnings per share.

**30 Authorization for issue**

The Board of Directors in accordance with a resolution of the directors has authorized the quarterly report for issue on 27<sup>th</sup> May 2020.