



NEWS RELEASE

JAG Berhad Successfully Turnaround Q4FY2019

SHAH ALAM, 25 February 2020 – JAG Berhad (JAG or the Group), one of Malaysia’s leading total waste management companies, today announced an unaudited profit after tax (PAT) of RM2.5 million for its 4th quarter ended 31 December 2019 (Q4FY2019; PAT of RM391,000), marking its journey back into the black. Revenue for the quarter under review was lower at RM36 million compared with RM45 million recorded in the preceding year’s corresponding quarter.

Cumulatively, the Group recorded a loss after tax of RM12 million (FY2018: PAT of RM1.8 million) on the back of a turnover of RM140 million (FY2018: 154 million), primarily due to the recognition of an impairment loss in the Group’s property development division.

Dato’ Ng Meow Giak, an Executive Director of JAG, said “Commodity prices for precious metals such gold, silver, platinum and palladium has been on an uptrend in 2019. This, along with the sales of high purity commodity products, contributed positively to our performance especially in the 4th quarter of our financial year. Prices are still growing from strength-to-strength, and we foresee this trend to continue moving forward, indicating a positive year ahead.”

“While we were able to leverage on the stronger commodity prices, it must also be noted that the Group successfully secured more contracts in 2019, while maintaining its existing contracts, allowing us to recover our bottom-line. To that end, we have thus invested additional capex, to increase and improve the efficiency of our production capacity.”

According to the World Semiconductor Trade Statistics organisation, annual global chip sales will increase 5.9% in 2020 and 6.3% in 2021 ([source](#)), primarily due to the deployment of 5G. Closer to home, MIDA (Malaysian Industrial Development Authority) expects the E&E (electrical and electronics) industry to generate a gross national income impact of RM53.4 billion ([source](#)). This will augur well for the Group as it is dependent on the semiconductor industry for raw materials.

“We expect the long-term prospects of our e-waste management business to remain bright. In addition, we are continuously on the lookout for any M&A opportunities across all our divisions to grow our performance,” **Dato’ Ng** concluded.

About JAG Berhad

JAG Berhad (JAG) is a public limited company listed on ACE Market of the Bursa Malaysia Securities Berhad. JAG is today one of the Malaysia's leading total waste management services provider by market share. Currently, the Company's facility in Shah Alam processes electronic waste (80% of its total waste) and other industrial waste (20% of its total waste), where it extracts and refine ferrous, non-ferrous and precious metals. In addition to its Total Waste Management Division, JAG also has a property development and property investment arm via JAG Land, a coin operated laundry business as well as an Information Technology (IT) Services Division, which develops computer software and provides supports for systems integration. For more information, kindly visit www.jagb.com.my

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