

Dear Seong Kung Mah,

JGY Holdings Limited (the "Company" or "JGY")

Periodic Disclosure Query

National Stock Exchange of Australia ("NSX" or "the Exchange") refers to the Company's Annual Financial Report¹ lodged on 29 September 2020 and notes the following:

- A. Exchange differences on translation foreign controlled entities for the period ended 31 March 2020 is reported at \$1,057,108 and at \$151,737 for the period ended 31 March 2019.
- B. The carrying value of inventories for the period ended 31 March 2020 is reported at \$19,956,302 and at \$18,257,936 for the period ended 31 March 2019.
- C. Other operating expenses for the period ended 31 March 2020 is reported at \$1,057,108 and at \$513,553 for the period ended 31 March 2019.
- D. Trade and other payables for the period ended 31 March 2020 is reported at \$3,512,487 and at \$12,949,526 for the period ended 31 March 2019. In Note 10, the Other payables – Related parties reported an amount of \$3,267,520 for the period ended 31 March 2020 compared to \$12,267,320 reported for the period ended 31 March 2019.

In relation to the above information please respond to the following questions:

1. What is the nature of the 'Exchange differences on translation foreign controlled entities' account, including the types of transactions that reflect in this account?
2. Please explain why there is a significant change in the reported figures for the 'Exchange differences on translation foreign controlled entities' account. Please explain why such information was not disclosed to the market earlier per NSX Listing Rule 6.4.
3. Please provide a breakdown of the 'Exchange differences on translation foreign controlled entities' for the years ended 31 March 2020 and 31 March 2019.
4. Please provide a breakdown of inventories in the following format:

Financial period ended 30 September 2019

| Category of Inventories | Useful life of Inventories | Estimated value of Inventories |
|-------------------------|----------------------------|--------------------------------|
| | | |
| | | |

Financial period ended 30 September 2020

| Category of Inventories | Useful life of Inventories | Estimated value of Inventories |
|-------------------------|----------------------------|--------------------------------|
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| | | |

5. Please explain in detail how the Company performs the valuation of inventories and provide supporting documentation, if any (any supporting documentation will not be released to the market).
6. As the Company has high levels of inventory, does the Company believe that it will be able to realise these assets within its useful life? Please provide the basis for your answer.
7. Has there been any impairment review performed on the inventories? If yes, please provide the conclusion of the impairment review and the basis for that conclusion.
8. If the answer to question 7 is no, will there be any impairment review performed on the inventories? If yes, please provide a proposed date for when this will occur.

¹ <https://www.nsx.com.au/ftp/news/021738711.PDF>

9. Please provide a breakdown of the 'other operating expenses' account for the years ended 31 March 2020 and 31 March 2019.
10. For the 'Other payables – Related parties' account, please provide an explanation as to the circumstances which led to the significant decrease in payables. Please explain why such information was not disclosed to the market earlier per NSX Listing Rule 6.4.
11. Why was further information regarding material changes to the above accounts not included in the notes to the Company's Financial Reports?
12. Per Listing Rule 6.9, please also provide the following information:
 - a. a five-year comparative table of financial results;
 - b. a corporate governance statement;
 - c. a list of the top 10 shareholders; and
 - d. a copy of the shareholder distribution.
13. What steps will the Company take to ensure the documents referred to in question 12 will be provided as part of future submissions of annual reports to the Exchange?

This request is made under, and in accordance with, Listing Rule 2.7. It goes to whether the Company is in compliance with Listing Rules Section IIA 6.4 and 6.5A.

Your response should be sent to me directly via email no later than **4 pm on 11 December 2020**. Your response will be released to the market along with a copy of this letter. If you wish to discuss the content of your response, please do not hesitate to contact me as soon as possible.

Yours sincerely

Ron Kaushik
Senior Manager – Market Surveillance and Compliance