



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2022**

	<b>31.12.22</b>	<b>31.03.22</b>	
	<b>RM'000</b>	<b>RM'000</b>	
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	111,266	113,988	
Right-of-use assets	6,678	8,009	
Investment properties	3,834	3,899	
Intangible assets	30,234	30,234	
Investment in an associate	220,648	229,522	
Deferred tax assets	505	325	
	<u>373,165</u>	<u>385,977</u>	
<b>Current Assets</b>			
Inventories	103,341	109,417	
Other investments	4,948	-	
Trade and other receivables	54,956	68,150	
Current tax assets	172	38	
Short-term funds	8,338	80,710	
Cash and bank balances	236,358	133,582	
	<u>408,113</u>	<u>391,897</u>	
<b>TOTAL ASSETS</b>	<u><u>781,278</u></u>	<u><u>777,874</u></u>	
<b>EQUITY AND LIABILITIES</b>			
Share capital	202,434	202,331	
Treasury shares	(2)	(2)	
Reserves	531,503	514,262	
<b>Equity attributable to equity holders of the parent</b>	<u>733,935</u>	<u>716,591</u>	
Non-controlling interests	525	468	
<b>Total Equity</b>	<u>734,460</u>	<u>717,059</u>	
<b>Non-Current Liabilities</b>			
Lease liabilities	2,165	3,573	
Deferred tax liabilities	15,193	13,881	
	<u>17,358</u>	<u>17,454</u>	
<b>Current Liabilities</b>			
Bank borrowings	-	2,366	
Lease liabilities	1,315	1,427	
Trade and other payables	24,152	36,712	
Current tax liabilities	3,993	2,856	
	<u>29,460</u>	<u>43,361</u>	
<b>Total Liabilities</b>	<u>46,818</u>	<u>60,815</u>	
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>781,278</u></u>	<u><u>777,874</u></u>	
Net assets per share (sen)	(Refer Note A16)	376.74	367.94

The condensed financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2022**

	3 Months Ended		9 Months Ended	
	31.12.22 RM'000	31.12.21 RM'000	31.12.22 RM'000	31.12.21 RM'000
Revenue	74,598	78,405	239,308	236,046
Operating expenses	(63,441)	(74,650)	(207,185)	(212,122)
Other operating income	209	1,404	707	3,258
<b>Profit from operations</b>	<b>11,366</b>	<b>5,159</b>	<b>32,830</b>	<b>27,182</b>
Finance cost	(21)	(61)	(192)	(257)
Investing results	1,651	372	2,628	2,384
Share of profit of an associate	(3,630)	3,541	(4,723)	9,821
<b>Profit before tax</b>	<b>9,366</b>	<b>9,011</b>	<b>30,543</b>	<b>39,130</b>
Taxation	(2,938)	(1,263)	(8,186)	(6,017)
<b>Profit for the period</b>	<b>6,428</b>	<b>7,748</b>	<b>22,357</b>	<b>33,113</b>
<b>Other comprehensive income/(expense), net of tax</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Foreign currency translation differences for foreign operations	3,303	(1,876)	(1,832)	(2,357)
<b>Items that will not be reclassified subsequently to profit or loss</b>				
Share of other comprehensive (expense)/income of equity-accounted associate	(49)	366	(537)	3
<b>Other comprehensive income/(expense) for the period, net of tax</b>	<b>3,254</b>	<b>(1,510)</b>	<b>(2,369)</b>	<b>(2,354)</b>
<b>Total comprehensive income for the period</b>	<b>9,682</b>	<b>6,238</b>	<b>19,988</b>	<b>30,759</b>



ASIA FILE CORPORATION BHD. (313192-P)  
(Incorporated in Malaysia)

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME  
FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2022

	3 Months Ended		9 Months Ended	
	31.12.22	31.12.21	31.12.22	31.12.21
	RM'000	RM'000	RM'000	RM'000
<b>Profit/(Loss) attributable to:</b>				
Equity holders of the Company	6,400	7,764	22,277	33,156
Non-controlling interests	28	(16)	80	(43)
<b>Profit for the period</b>	<b>6,428</b>	<b>7,748</b>	<b>22,357</b>	<b>33,113</b>
<b>Total comprehensive income attributable to:</b>				
Equity holders of the Company	9,638	6,262	19,931	30,813
Non-controlling interests	44	(24)	57	(54)
<b>Total comprehensive income for the period</b>	<b>9,682</b>	<b>6,238</b>	<b>19,988</b>	<b>30,759</b>
<b>Earnings per share attributable to owners of the Company (sen)</b>				
- Basic	3.29	3.99	11.44	17.02
- Diluted	3.26	-	11.34	-

The condensed financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2022**

	← Attributable to owners of the Company →					Total	Non-Controlling Interests	Total Equity
	Share Capital	Treasury Shares	Share option reserve	Translation Reserve	Retained Earnings			
	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000	RM'000
<b>Period ended 31 December 2022</b>								
At 1 April 2022	202,331	(2)	-	16,603	497,659	716,591	468	717,059
Profit for the period	-	-	-	-	22,277	22,277	80	22,357
Other comprehensive expense for the period	-	-	-	(2,346)	-	(2,346)	(23)	(2,369)
<b>Total comprehensive (expense)/income for the period</b>	-	-	-	(2,346)	22,277	19,931	57	19,988
Share options granted under ESOS	-	-	1,226	-	-	1,226	-	1,226
Share option exercised	20	-	(20)	-	-	-	-	-
Ordinary shares issued pursuant to ESOS	83	-	-	-	-	83	-	83
<b>Total transactions with owners</b>	103	-	1,206	-	-	1,309	-	1,309
Dividend	-	-	-	-	(3,896)	(3,896)	-	(3,896)
<b>At 31 December 2022</b>	202,434	(2)	1,206	14,257	516,040	733,935	525	734,460
<b>Year ended 31 March 2022</b>								
At 1 April 2021	202,331	(2)	-	20,152	457,181	679,662	539	680,201
Profit/(Loss) for the year	-	-	-	-	43,399	43,399	(28)	43,371
Other comprehensive expense for the year	-	-	-	(3,549)	-	(3,549)	(22)	(3,571)
<b>Total comprehensive (expense)/income for the year</b>	-	-	-	(3,549)	43,399	39,850	(50)	39,800
Dividend	-	-	-	-	(2,921)	(2,921)	(21)	(2,942)
<b>At 31 March 2022</b>	202,331	(2)	-	16,603	497,659	716,591	468	717,059

The condensed financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2022**

	<b>31.12.22</b>	<b>31.12.21</b>
	<b>RM'000</b>	<b>RM'000</b>
<b>Profit before tax</b>	30,543	39,130
Adjustments for:		
Non-cash items	12,007	(1,159)
Non-operating items	(2,503)	(2,284)
Operating profit before changes in working capital	40,047	35,687
<b>Changes in working capital</b>		
Net change in current assets	17,356	(3,314)
Net change in current liabilities	(17,656)	(21,491)
	(300)	(24,805)
<b>Net cash from operating activities</b>	39,747	10,882
<b>Investing activities</b>		
Equity investments	3,613	(45,717)
Other investments	65,111	(67,122)
<b>Net cash from/(used in) investing activities</b>	68,724	(112,839)
<b>Financing activities</b>		
Dividend paid	(3,896)	(2,942)
Bank borrowings, net	(2,366)	(21,256)
Interest paid	(77)	(257)
Repayment of lease liabilities	(1,449)	(1,164)
Proceeds from issuance of ordinary shares	83	-
<b>Net cash from/(used in) financing activities</b>	(7,705)	(25,619)
<b>Net change in cash &amp; cash equivalents</b>	100,766	(127,576)
Cash & cash equivalents at beginning of period	133,582	215,198
Effects of exchange rates changes	2,010	(1,216)
<b>Cash &amp; cash equivalents at end of period</b>	236,358	86,406

**Note**

Cash and cash equivalents

Cash and cash equivalents included in the condensed consolidated cash flow statements comprise the following condensed consolidated balance sheet amount:

	<b>31.12.22</b>	<b>31.12.21</b>
	<b>RM'000</b>	<b>RM'000</b>
Cash and bank balances	236,358	86,406

The condensed financial statement should be read in conjunction with the audited financial statements for the financial year ended 31 March 2022.



ASIA FILE CORPORATION BHD. (313192-P)  
(Incorporated in Malaysia)

NOTES TO THE INTERIM FINANCIAL REPORT FOR THE NINE MONTHS PERIOD ENDED 31 DECEMBER 2022

A EXPLANATORY NOTES TO THE INTERIM FINANCIAL REPORT – MFRS 134

A1 Basis of Preparation

This condensed consolidated interim financial statements (“Condensed Report”) has been prepared in accordance with MFRS 134: *Interim Financial Reporting* and paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad.

The Condensed Report should be read in conjunction with the audited financial statements for the year ended 31 March 2022 and the accompanying explanatory notes are an integral part of this Condensed Report.

A2 Significant Accounting Policies

The accounting policies adopted by the Group in this Condensed Report are consistent with those adopted in the audited financial statements for the year ended 31 March 2022, except for the adoption of new MFRSs, Amendments to MFRSs and IC Interpretations that are effective for annual periods beginning on or after 1 January 2022, as disclosed below:

Title	Effective Date
Amendments to MFRS 1, MFRS 9, MFRS 16 & MFRS 141: <i>Annual Improvements to MFRS Standards 2018-2020</i>	1 Jan 2022
Amendments to MFRS 3, <i>Business Combinations: Reference to the Conceptual Framework</i>	1 Jan 2022
Amendments to MFRS 116, <i>Property, Plant and Equipment: Proceeds before Intended Use</i>	1 Jan 2022
Amendments to MFRS 137, <i>Provisions, Contingent Liabilities and Contingent Assets: Onerous Contracts – Cost of Fulfilling a Contract</i>	1 Jan 2022

The adoption of the above pronouncements does not have any significant impact to the Group.

The following are Standards of the MFRS Framework that have been issued by the MASB but have not been early adopted by the Group:

Title	Effective Date
Amendments to MFRS 101, <i>Presentation of Financial Statements: Classification of Liabilities as Current or Non-current</i>	1 Jan 2023
MFRS 17, <i>Insurance Contracts</i>	1 Jan 2023
Amendments to MFRS 17, <i>Insurance Contracts</i>	1 Jan 2023
Amendments to MFRS 17, <i>Insurance Contracts, Initial Application of MFRS 17 and MFRS9 – Comparative Information</i>	1 Jan 2023
Amendments to MFRS 101, <i>Presentation of Financial Statements: Disclosure of Accounting Policies</i>	1 Jan 2023
Amendments to MFRS 108, <i>Accounting Policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates</i>	1 Jan 2023



**ASIA FILE CORPORATION BHD. (313192-P)**  
**(Incorporated in Malaysia)**

**A2 Significant Accounting Policies (continued)**

The following are Standards of the MFRS Framework that have been issued by the MASB but have not been early adopted by the Group: (continued)

<b>Title</b>	<b>Effective Date</b>
Amendments to MFRS 112, <i>Deferred Tax related to Assets and Liabilities arising from a Single Transaction</i>	1 Jan 2023
Amendments to MFRS 10 and MFRS 128: <i>Sale or Contribution of Assets between an Investor and its Associate or Joint Venture</i>	Deferred

**A3 Audit Report**

There was no qualification on the audited financial statements of the Group for the financial year ended 31 March 2022.

**A4 Seasonal or Cyclical Factors**

The operation of the Group is not subject to any major effects of seasonality or cyclicity.

**A5 Material Unusual Items**

There were no unusual items that have a material effect on the assets, liabilities, equity, net income or cash flows of the Group during the current quarter and financial year under review.

**A6 Material Changes in Accounting Estimates**

There were no changes in accounting estimates that have a material effect in the current quarter and financial year under review.

**A7 Debt and Equity Securities**

28,300 and 53,800 ordinary shares were issued pursuant to the Employees' Share Option Scheme ("ESOS") during the financial quarter and financial year to date. Subsequent to the financial quarter ended 31 December 2022, no ordinary shares were issued pursuant to the Employee Share Option Scheme.

A total of 500 shares were retained as treasury shares as at 31 December 2022.

There were no issuance, cancellation, repurchase, resale and repayment of debt and equity securities other than disclosed above.

**A8 Dividends Paid**

A final single-tier dividend of RM0.020 per ordinary share amounting to RM3,895,691 for the financial year ended 31 March 2022 was paid on 27 October 2022.

**A9 Segmental Reporting**

The Group's business segments comprise the followings:

Filing Products	: Manufacturing and trading of stationery products, paper and plastic based related products.
Consumer & Food Ware Products	: Manufacturing and trading of consumer and food ware products.
Others	: Investment holding and commission agent.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**A9 Segmental Reporting (continued)**

**9 Months ended 31.12.2022**

	Filing Products RM'000	Consumer & Food Ware Products RM'000	Others RM'000	Total RM'000
Revenue from external customers	201,301	37,946	61	239,308
Operating profit	27,525	5,566	(261)	32,830

**Reconciliation of reportable segment profit:**

Operating profit for reportable segments	32,830
Finance cost	(192)
Investing results	2,628
Share of profit of an associate	(4,723)
<b>Consolidated profit before taxation</b>	<b>30,543</b>

**9 Months ended 31.12.2021**

	Filing Products RM'000	Consumer & Food Ware Products RM'000	Others RM'000	Total RM'000
Revenue from external customers	200,492	35,497	57	236,046
Operating profit	20,033	7,425	(276)	27,182

**Reconciliation of reportable segment profit:**

Operating profit for reportable segments	27,182
Finance cost	(257)
Investing results	2,384
Share of profit of an associate	9,821
<b>Consolidated profit before taxation</b>	<b>39,130</b>

**A10 Valuations of Property, Plant and Equipment**

The valuations of land and buildings have been brought forward without amendment from the previous audited financial statements.

**A11 Material Events Subsequent to the end of the Quarter**

There were no material events subsequent to the end of the quarter under review.

**A12 Changes in Composition of the Group**

There were no changes in the composition of the Group for the quarter and financial year under review.





**ASIA FILE CORPORATION BHD. (313192-P)**  
**(Incorporated in Malaysia)**

**A13 Contingent Liabilities and Contingent Assets**

- (i) The Company has given corporate guarantees to certain financial institutions for banking facilities granted to its subsidiaries for a limit of RM150.40mil (31 March 2022: RM147.60mil) of which RM0.18mil (31 March 2022: RM2.75mil) were utilised at the end of the quarter.
- (ii) The Company has also given corporate guarantee of RM10.60mil (31 March 2022: RM11.04mil) to a supplier of its subsidiary, Higher Kings Mill Limited of which RM0.44mil (31 March 2022: RM1.88mil) was utilised at the end of the quarter.

**A14 Capital Commitments**

Save as disclosed below, the Group does not have any material capital commitments.

	<b>31.12.22</b>
	<b>RM'000</b>
<b>Approved and contracted for:</b>	
Machinery and Equipment	<u>1,802</u>

**A15 Intangible Assets**

	<b>31.12.22</b>	<b>31.03.22</b>
	<b>RM'000</b>	<b>RM'000</b>
Goodwill	<u>30,234</u>	<u>30,234</u>

**A16 Net Assets per Share (sen)**

	<b>31.12.22</b>	<b>31.03.22</b>
Shareholders' Fund (RM '000)	733,935	716,591
Share Capital (Unit '000)	194,813	194,759
Net Assets per Share (sen)	<u>376.74</u>	<u>367.94</u>

**B ADDITIONAL INFORMATION REQUIRED BY THE LISTING REQUIREMENTS**

**B1 Review of Performance**

**Current Quarter**

Total revenue for the December quarter decline by 4.9% to RM 74.6 million when compared with RM 78.4 million recorded in Q3 FY 2022. The slowing economy growth in the local market has affected demand which resulted in domestic sales contracted by 23.7%.

Despite the slight drop in revenue, operating profit improved significantly from RM 5.2 million to RM 11.4 million. For the corresponding period last year, we helped our customers by absorbing a lot of the costs which we did not pass to them.

A much smaller gain in pre-tax profit from RM 9.0 million to RM 9.4 million this quarter was attributable to share of loss of an associate of RM 3.6 million this quarter as compared to share of profit of RM 3.5 million recorded in the corresponding quarter last year.



**ASIA FILE CORPORATION BHD. (313192-P)**  
**(Incorporated in Malaysia)**

**B1 Review of Performance (continued)**

**Year to Date**

During the nine months period, total revenue for the Group increased to RM 239.3 million from RM 236.0 million recorded in the corresponding period last year. Turnover from the filing division remain largely unchanged while revenue contribution from the Consumer and Food ware division rose by 6.9% during the period.

When compared with the corresponding period last year, operating profit improved from RM 27.2 million to RM 32.8 million as a result of better conditions in the market place and less absorption of costs for the customers.

Despite improvement in operating profit, pre-tax profit decreased from RM 39.1 million to RM 30.5 million as a result of share of loss of associate of RM 4.7 million as compared to share of profit of RM 9.8 million enjoyed last year.

**B2 Comparison with Preceding Quarter**

	<b>31.12.22</b>	<b>30.09.22</b>
	<b>RM'000</b>	<b>RM'000</b>
Revenue	74,598	76,969
Operating Profit	11,366	7,994
Profit Before Tax	9,366	9,545

Despite a slight drop in revenue from RM 77.0 million to RM 74.6 million, operating profit increased by 42.2% to RM 11.4 million when compared to RM 8.0 million achieved in the preceding quarter. A total foreign exchange gain of RM 2.1 million was recorded in the current quarter as compared to foreign exchange loss of RM 2.1 million suffered in the preceding quarter as both GBP and EURO recovered from its weak level against MYR and USD.

After taking into consideration the share of loss from associate of RM 3.6 million as opposed to share of profit of RM 0.7 million in preceding quarter, profit before tax dropped to RM 9.4 million from RM 9.5 million achieved in the preceding quarter.

**B3 Current Year Prospects**

Despite the encouraging sign of margin enhancement, a weakening global growth outlook will continue to pose significant growth headwinds. The Group will remain focus on improving its productivity and efficiency as it recognizes the importance of being competitive in the market in view of the heightened price awareness among consumers as a result of exposure to the various online marketing platforms. The Group plans to increase its sales and marketing activities on the various E-Commerce channels in order to target a wider range of customers with enhanced margin. With the various initiatives in place, the Group is confident that it will be able to weather through the challenges and deliver positive results for the financial year ending 31 March 2023.

**B4 Profit Forecast or Profit Guarantee**

No profit forecast or profit guarantee was published by the Group.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**B5 Tax Expense**

	9 Months Ended	
	31.12.22	31.12.21
	RM'000	RM'000
Current Tax Expense		
- Current Year	7,457	5,839
- Prior Year	(434)	(337)
	7,023	5,502
Deferred Tax Expense		
- Current Year	1,163	515
	<u>8,186</u>	<u>6,017</u>

**B6 Sale of Unquoted Investments and Properties**

There were no sales of unquoted investments and properties for the current quarter and financial year under review.

**B7 Status of Corporate Proposal Announced**

As at 21 February 2022, being the latest practicable date, which is not earlier than 7 days from the date of issue of this quarterly report, there were no corporate proposals announced and pending completion.

**B8 Group Borrowings and Debt Securities**

Group borrowings denominated in foreign currency are as follows:

	31.12.22		31.03.22	
	USD '000	RM '000	USD '000	RM '000
Unsecured Current Borrowings	-	-	563	2,366

**B9 Changes in Material Litigation**

There was no material litigation involving the Group as at to date.

**B10 Dividends Proposed**

The Board does not recommend any dividend during the current quarter.



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**B11 Earnings per Share**

	<b>3 months ended 31.12.22</b>	<b>9 Months Ended 31.12.22</b>
<b>Basic earnings per share</b>		
Profit Attributable to Equity Holders of the Company (RM'000)	6,400	22,277
Weighted Average Number of Ordinary Shares (Unit '000)	194,778	194,776
Earnings per Share (sen)	3.29	11.44
	<b>3 months ended 31.12.22</b>	<b>9 Months Ended 31.12.22</b>
<b>Diluted earnings per share</b>		
Profit Attributable to Equity Holders of the Company (RM'000)	6,400	22,277
Weighted Average Number of Ordinary Shares (Unit '000)	194,778	194,776
Adjustment for share options (Unit'000)	1,321	1,724
Weighted Average Number of Ordinary Shares for Diluted Earnings Per Share (Unit '000)	196,099	196,500
Earnings per Share (sen)	3.26	11.34

**B12 Fair Value of Financial Instruments**

The carrying amounts of cash and cash equivalents, short term receivables and payables and short term borrowings reasonably approximate their fair values due to the relatively short term nature of these financial instruments.

The table below analyses financial instruments carried at fair value for which fair value is disclosed, together with their fair values and carrying amounts shown in the consolidated statement of financial position. The difference levels have been defined as follows:

Level 1: Quoted prices (adjusted) in active markets for identical assets or liabilities

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly (that is, as prices) or indirectly (that is, derived from prices)

Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs)



**ASIA FILE CORPORATION BHD. (313192-P)**  
(Incorporated in Malaysia)

**B12 Fair Value of Financial Instruments (continued)**

The table below presents the financial instruments of the Group, which are measured at fair value, classified by level of the fair value hierarchy.

	← Fair Value Hierarchy →			Carrying Amount RM'000
	Level 1	Level 2	Level 3	
	RM'000	RM'000	RM'000	
<b>As at 31 December 2022</b>				
<b><u>Financial Assets</u></b>				
Financial Assets at Fair Value				
Through Profit or Loss	8,338	4,948	-	13,286
<b>As at 31 March 2022</b>				
<b><u>Financial Assets</u></b>				
Financial Assets at Fair Value				
Through Profit or Loss	80,710	-	-	80,710

**B13 Profit Before Tax**

Profit before tax is arrived at after crediting/(charging):

	3 months ended 31.12.22 RM'000	9 Months Ended 31.12.22 RM'000
Distribution income	(8)	221
Interest income	1,113	2,239
Other income including investment income	755	799
Interest expense	(21)	(192)
Depreciation and amortisation	(2,835)	(8,532)
(Allowance)/reversal for doubtful debts	(2)	19
Gain on disposal of property, plant and equipment	-	77
Foreign exchange gain/(loss)	2,142	(1,874)
Share option expenses	(608)	(1,226)

**B14** The condensed consolidated interim financial statements were authorised for issue by the Board of Directors in accordance with a resolution of the Directors.